



Comprehensive Annual Financial Report

For the Fiscal Year Ended June 30, 2013

Waukee Community School District
560 SE University Ave., Waukee, IA 50263
www.waukeeschools.org

**COMPREHENSIVE ANNUAL FINANCIAL REPORT
WAUKEE COMMUNITY SCHOOL DISTRICT**

Waukee, Iowa

Fiscal Year Ended June 30, 2013

OFFICIAL ISSUING REPORT

Lora Appenzeller-Miller, Chief Financial Officer

OFFICE ISSUING REPORT

Business Office

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November 20, 2013

We are a District with a dedication to all students and an unwavering commitment to a quality educational program. That commitment, along with a strong sense of community defines the work of the Board of Education for the Waukee Community School District. In a time of ongoing funding restrictions and changing financial models, achieving these goals is a significant challenge.

Our shared vision statement is “Dedicated to optimizing individual learning and potential for success in a global community.” Honoring our vision keeps us focused on moving forward, closing any gap that may exist between our current reality and our vision. The District’s Guiding Principles, Vision and Mission Statement guide the allocation of resources to achieve our goals.

Iowa continues to fall short of fully funding the education formula for K-12 schools. In Waukee, we will continue to allocate available resources to fulfill our mission and our commitment to students.

This report is a comprehensive financial record of the District for the fiscal year ended June 30, 2013. It reflects the conditions that have enabled the Waukee Community School District to maintain a favorable financial picture – even during a period of challenging growth. Among the enabling conditions are:

- We have a highly dedicated and skilled team of teachers, staff, and administrators.
- We have a highly effective Board of Education and a very supportive community.
- We work in an atmosphere where everyone is encouraged to work at their highest level in a collaborative environment.

As you examine this report, you will see a pattern of on-going financial strength that we hope to continue into the future. We welcome your questions and suggestions. We will continue to learn together to build on our success as a learning community for the future.

Respectfully Submitted,



David J. Wilkerson, Ph.D.
Superintendent

November 20, 2013

Members of the Board of Education
Waukee Community School District
Patrons of the Waukee Community School District
Waukee, Iowa

The Comprehensive Annual Financial Report (CAFR) for the Waukee Community School District for the fiscal year ended June 30, 2013 is submitted herewith. Responsibility for accuracy of the data presented and the completeness and fairness of the presentation, including all disclosures, rests with the District Office of Administrative Services. We believe the data is accurately presented, in all material respects; that the data is presented to fairly set forth the financial position of the governmental activities, business type activities, each major fund, the aggregate remaining fund information and the respective changes in financial position and cash flows where applicable; and that all necessary disclosures have been included in order to enable the reader to gain the maximum understanding of the District's financial affairs.

The Comprehensive Financial Annual Report is presented in four sections: introductory, financial, statistical and compliance. The introductory section, which is unaudited, includes this transmittal letter, a list of principal District officials, and an organizational chart. The financial section includes the management's discussion and analysis, audited basic financial statements, required supplementary information and the combining and individual fund financial statements and schedules, as well as the independent auditor's report. The statistical section, which is un-audited, includes selected financial and demographic information, generally presented on a multi-year basis. The compliance section contains the schedule of expenditures of federal awards and audit findings. We encourage readers to refer to all four sections of the report, including the Management's Discussion and Analysis in the financial section, which gives a more detailed summary of the District's financial performance.

The District is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1984 and U. S. Office of Management and Budget Circular A-133, *Audits of State and Local Governments*.

The report includes all funds and account groups of the Waukee Community School District. The Waukee Community School District has no component units that meet the Governmental Accounting Standards Board criteria. The District provides a full range of services including instructional, administrative, transportation, food service, maintenance of sites and facilities, custodial, clerical, extra and co-curricular and athletic and activities.

This CAFR has been prepared using the guidelines recommended by the Association of School Business Officials International (ASBO) and Government Finance Officers Association of the United States and Canada (GFOA). Certificates of Excellence are awarded to school systems that have presented their CAFR to the GFOA and ASBO Panels of Review for critical review and evaluation. Receiving these awards are recognition that a school system has met the highest standards of excellence in school financial reporting. The standards used in the "Certificate of Excellence Program" and "Certificate of Achievement Program" are based on generally accepted accounting principles (GAAP) as promulgated by the Governmental Accounting Standards Board (GASB). We will actively pursue these awards through the efforts of the entire Waukee Team. The Waukee Community School District received the ASBO certificate for its comprehensive annual financial report for the fiscal years ending June 30, 2004, 2005 and 2006, 2007, 2008, 2010, 2011 and 2012. The Waukee Community School District received the GFOA certificate for its comprehensive annual financial report for the fiscal years ending June 30, 2012.

BASIS OF ACCOUNTING

The District's accounting records were maintained on a modified accrual basis. These accounting policies are enumerated in the notes to the financial statements. All the District's funds are presented in this report and have been audited by the District's independent certified public accountants, Van Maanen, Sietstra & Meyer, P.C.

The chart of accounts used by the District is in conformance with the Uniform Accounting System for Iowa Schools and Area Education Agencies issued November 1975 and updated in 2009, by the Iowa Department of Education. The chart of accounts manual is updated on an annual basis. The District is in full compliance with these requirements.

ECONOMIC CONDITION AND OUTLOOK

The District is located in the central part of the state, within the larger Des Moines metropolitan area and ranks as one of the top growth areas of the country. The economic condition and outlook is stable. The Waukee Community School District has been and is currently the fastest growing school district in the state of Iowa and the growth projections are expected to continue. Certified enrollment for fiscal 2013-14 was 8,288.74 students. This is an increase of 567.48 over 2012-13. Taxable assessed value continues to grow even during the current economic downturn. The economy in the state has struggled the past year and this recessionary period has resulted in reduced revenue for public education. While the unemployment rate in the greater Des Moines has consistently remained lower than national averages, the economy has been stagnating. Retail sales in the greater Des Moines have leveled but remain strong. The City of West Des Moines continues to grow as does the City of Waukee. District taxable assessed valuations have continued steady growth to over \$2.5 billion for January 2013 values.

Based on conservative projections, this trend is expected to continue. While having a positive impact, the growth also presents significant challenges for the District. The District utilizes the optional instructional support levy at a level deemed appropriate and will need to continue a high level of efficient use of human resources and facilities.

Retail sales, building permits and population increases in the western suburbs far exceed that of any other location in the metropolitan area or in the State of Iowa. An article in the September 27, 2007 edition of the Des Moines Register quoted a report from the Bureau of Economic Analysis showing the Des Moines Metropolitan area ranking 24th in the United States in terms of gross domestic product. The report also showed the area as the fastest growing municipal economy in the country increasing 7.2% since 2004. Retail, commercial and residential property values continue to grow. Assessed values of the District are conservatively projected to increase by 5-10% or more in the near term. In the fall of 2004, a new 250-acre retail shopping mall opened within the boundaries of the District and is expected to generate eighty million dollars in revenue annually. Wells Fargo opened its national mortgage headquarters in West Des Moines and currently employs in excess of 1,000. Athena has located its North American headquarters within the boundaries of our school district with employment projections rivaling Wells Fargo. Areas surrounding the Jordan Creek Town Center continue to grow and add new retail and commercial property. The schools of Dallas County passed a one-cent sales tax on all covered retail sales in the county. All the schools in Dallas County on a per pupil basis will share the revenue from this sales tax. The Waukee Community School District is the largest district in Dallas County with over one-half of the county's students. That percentage of total students in the county will continue to increase on an annual basis with the District receiving a larger percentage of the total sales tax annually. Waukee Community School District will be moving to a statewide pool starting January 2014.

MAJOR INITIATIVES

Current year. Last year, the District implemented a six-year plan for facilities and continues to utilize a three-year plan for finances. The District's rapid growth, limited resources and the need to clearly outline and prioritize site and facility needs in chronological order necessitate the plans. Currently a \$32 million Timberline 8-9 building project is in progress and will be completed for fall 2015. That will bring additional building capacity of 1,000 for the 8-9 grades. The District completed construction on Woodland Hills Elementary and the Vince Meyer Learning Center which both opened the fall of 2013. Planning for a secondary option is underway and will be modeled after the Center for Advanced Professional Studies (CAPS) located in the Blue Valley School District, Overland Park, Kansas. Programming is in progress during the current year and students will be sent out to satellite business locations in the fall of 2014.

Future Considerations. The six-year facility plan and accompanying demographic information concluded that student enrollment and tax base would continue to increase at a rapid pace. This study showed the need for additional space at the current high school by the fall of 2019. The District has purchased land and will propose a General Obligation Bond referendum to the voters for Elementary #8. The District will borrow against future proceeds of the statewide sales, services and use tax to complete the Timberline 8-9 building project and for future construction needs.

DEBT ADMINISTRATION

The ratio of net indebtedness to assessed valuation and the amount of indebtedness per capita are useful indicators of the District's debt position. The 2013 fiscal year data shows a total outstanding indebtedness on June 30 of \$132,730,000 with a ratio of debt to 100% taxable, actual, assessed valuation of 5.78%. During FY 2013, \$17,915,000 of outstanding debt was paid and an additional \$7,045,000 of new debt issued. In the near future, as assessed valuation and District population rise and total indebtedness decrease, these economic indicators will reflect a very favorable financial position.

The above indebtedness of \$132,730,000 is a result of general obligation bonds issued June 2004, February 2005, July 2006, April 2008, May 2009, June 2009, April 2010, July 2011, June 2012 and March 2013. Capital loan notes were issued in February 2012 and March 2013. Revenue bonds were issued in June 2012. Two separate refunding issues were completed to reduce outstanding debt during the fiscal year.

FINANCIAL INFORMATION

Management of the District is responsible for establishing and maintaining an internal control designed to ensure that its capital assets are protected from loss, theft or misuse and to ensure that accounting data are compiled to allow for the preparation of the basic financial statements in accordance with accounting principles generally accepted in the United State of America. The internal control is designed to provide reasonable, but not absolute, assurances that these objectives are met. The concept of reasonable assurance recognizes that the cost of a control should not exceed the benefits likely to be derived and the valuation of costs and benefits requires estimates and judgments by management.

Single Audit. As a recipient of federal, state and county financial assistance, the District also is responsible for ensuring that an adequate internal control is in place to ensure compliance with applicable laws and regulations related to those programs. This internal control is subject to periodic evaluation by management and external auditors.

As a part of the District's single audit, described earlier, tests are made to determine the adequacy of the internal control over financial reporting and its compliance with applicable laws and regulations, including those related to major federal awards programs. The results of the District's single audit for the fiscal year ended June 30, 2012, provided no instances of material weaknesses in the internal control or violations of applicable laws and regulations.

Budgetary Controls. In addition, the District maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the Board of Education. Activities of the General Fund, special revenue funds, Debt Service Fund, enterprise funds and capital projects funds are included in the annual appropriated budget. Project length financial plans are adopted for the capital projects funds and budgeted accordingly on an annual basis. The level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is established by program level for all funds combined rather than at the individual fund level. The District also maintains an encumbrance accounting system as one technique of accomplishing budgetary control. Encumbered amounts lapse at the fiscal year's end. However, encumbrances generally are re-appropriated as part of the following year's budget.

As demonstrated by the statements and schedules included in the financial section of this report, the District continues to meet its responsibility for sound financial management.

BASIS OF PRESENTATION

The charts and accounts used by the District have been prepared in conformity with accounting principles generally accepted in the United States of America as prescribed by the Governmental Accounting Standards Board and Audits of State and Local Governmental Units issued by the American Institute of Certified Public Accountants. In addition, the District's accounting records conform to the Uniform Accounting System for Iowa Schools, Chapter 11 of the Code of Iowa and Area Educational Agencies issued by the Department of Education, state of Iowa. The chart of accounts manual is updated annually and the District is in full compliance with these requirements.

OTHER INFORMATION

Independent Audit. The accounting firm of Van Maanen, Sietstra & Meyer, P.C. was selected to perform the annual audit in accordance with Chapter 11 of the Code of Iowa. In addition to meeting the requirements set forth in state statutes, the audit was designed to meet the requirements of the federal Single Audit Act Amendments of 1996 and related OMB Circular A-133. The auditor's report on the basic financial statements, combining and individual fund statements and other schedules is included in the financial section of this report.

ACKNOWLEDGEMENT

The preparation of this report on a timely basis could not have been accomplished without the effort of the accounting staff and our auditors, Van Maanen, Sietstra & Meyer, P.C. We would like to express our appreciation to all staff members who assisted and contributed to this report. Also, appreciation is expressed for the interest and support of the Board of Education in conducting the financial operations of the District in a most responsible and progressive manner.

Respectfully submitted,



David J. Wilkerson, Ph.D.
Superintendent



Lora Appenzeller Miller
Chief Financial Officer

**Waukee Community School District
Board of Education and Board Attorney
Year Ended June 30, 2013**

<u>Name</u>	<u>Title</u>	<u>Term Expires</u>
Board of Education		
Susan Bunz	President	2015
Mary Scheve	Vice President	2013
Dave Duncan	Board Member	2013
Chuck Van Devander	Board Member (Resigned)	2013
Russ Wiesley	Board Member	2013
Larry Lyon	Board Member	2015
Jerry Ripperger	Board Member	2015
Tracy Lepeltak	Board Member (Appointed)	2013
Board Attorney		
Ahlers & Cooney, P.C.	School Attorney	Indefinite

Waukee Community School District
School District Administration
Year Ended June 30, 2013

<u>Name</u>	<u>Position</u>
Dr. David J. Wilkerson	Superintendent
Cindi McDonald	Assistant Superintendent for School Improvement
Lora Appenzeller-Miller	Chief Financial Officer
Eric Rose	Chief Operations Officer
Roxanne Cumings	Executive Director of Student Services
Michelle Lettington	Executive Director of Curriculum & Professional Learning
Mark Toland	Director of Technology
Keith Elmquist	Director of Operations
Jeannie Allgood	Director of Nutrition Services
Jeff Longman	Director of Community Education
Andrea Wilmes	Director of Childcare Services
Terry Welker	Director of Human Resources
Tim Bloom	Director of Business Services
Kirk Johnson	High School Principal
Brady Fleming	Assistant High School Principal
Judi Roland	Assistant High School Principal
Juley Murphy-Tiernen	Prairieview Principal
Amy Johnson	Middle School Principal
Chris Bergman	South Middle School Principal
Clay Young	Assistant Principal South Middle School
Adam Shockey	Assistant Middle School Principal
Nicole Tjaden	Waukee Elementary Principal
Peg Erke	Eason Elementary Principal
Terry Hurlburt	Brookview Elementary Principal
Lyndsay Marron	Walnut Hills Elementary Principal
Doug Barry	Maple Grove Principal
Karen Allison	Shuler Elementary Principal
Scott Shumaker	Assistant Elementary Principal
Katie Ferguson	Assistant Elementary Principal
Diann Williamson	Assistant Elementary Principal
Jim Duea	Director of Athletics & Activities
Todd Schneiter	Assistant Director of Athletics

**Waukee Community School District
Consultants, Advisers, and Official Depositories
Year Ended June 30, 2013**

Consultants and Advisors:

Certified Public Accountants:

Van Maanen, Sietstra & Meyer, PC
705 Main St.
Pella, IA 50219

Bond Attorney:

Ahlers & Cooney, P.C.
100 Court Avenue, Suite 600
Des Moines, Iowa 50309-2231

Financial Consultant:

The PFM Group
801 Grand Ave, Ste 3300
Des Moines, Iowa 50309-3800

General Counsel:

Ahlers & Cooney, P.C.
100 Court Avenue, Suite 600
Des Moines, Iowa 50309-2231

Property/Casualty Insurance Agent:

Insurance Associates
2501 Westown Parkway, Suite 1104
West Des Moines, Iowa 50266-1438

Benefits Insurance Broker:

Mercer Advantage
1776 West Lakes Parkway - SS2
West Des Moines, Iowa 50266

Official Depositories:

Wells Fargo, Iowa
110 Highway 6
Waukee, Iowa 50263

First American Bank
45 N. Warrior Lane
Waukee, Iowa 50263

Iowa School Joint Investment Trust
P.O. Box 71158
Clive Iowa 50325-0158

The Education Liquidity Fund
1415 28th St, Suite 200
Century Building
West Des Moines, Iowa 50266-1456

Association of School Business Officials International



*The Certificate of Excellence in Financial Reporting Award
is presented to*

Waukee Community School District

*For Its Comprehensive Annual Financial Report (CAFR)
For the Fiscal Year Ended June 30, 2012*

The CAFR has been reviewed and met or exceeded
ASBO International's Certificate of Excellence standards



Ron McCulley, CPPB, RSEB
President



John D. Musso, CAE, RSEB
Executive Director



Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**Waukee Community School
District, Iowa**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2012

A handwritten signature in black ink, appearing to read 'Jeffrey R. Egan', is written in a cursive style.

Executive Director/CEO





705 Main Street
Pella, IA 50219
641-628-3737

www.vanmaanenepa.com

Van Maanen, Sietstra & Meyer, PC

CERTIFIED PUBLIC ACCOUNTANTS

Independent Auditor's Report

To the Board of Education
Waukee Community School District
Waukee, Iowa

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business type activities, each major fund and the aggregate remaining fund information of Waukee Community School District, Waukee, Iowa, as of and for the year ended June 30, 2013, and the related notes to the financial statements, which collectively comprise the District's basic financial statements listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with U.S. generally accepted accounting principles. This includes the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with U.S. generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the District's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business type activities, each major fund and the aggregate remaining fund information of Waukee Community School District at June 30, 2013, and the respective changes in financial position and where applicable cash flows, thereof for the year then ended in conformity with U.S. generally accepted accounting principles.

Other Matters

Required Supplementary Information

U.S. generally accepted accounting principles require Management's Discussion and Analysis, the Budgetary Comparison Information and the Schedule of Funding Progress for the Retiree Health Plan on pages 15 through 22 and 58 through 60 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board which considers it to be an essential part of the financial reporting for placing the basic financial statements in an appropriate operational, economic or historical context. We have applied certain limited procedures to the required supplementary information in accordance with U.S. generally accepted auditing standards, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Waukeee Community School District's basic financial statements. A different accounting firm audited, in accordance with the standards referred to in the third paragraph of this report, the financial statements for the three years ended June 30, 2006, (which are not presented herein) and expressed unqualified opinions on those financial statements. We audited, in accordance with the standards referred to in the third paragraph of this report, the financial statements for the six years ended June 30, 2012, (which are not presented herein) and expressed unqualified opinions on those financial statements. The supplementary information included in Schedules 1 through 9, including the Schedule of Expenditures of Federal Awards required by U.S. Office of Management and Budget (OMB) Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, is presented for purposes of additional analysis and is not a required part of the basic financial statements.

The supplementary information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with U.S. generally accepted auditing standards. In our opinion, the supplementary information is fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory section and statistical tables have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and, accordingly, we express no opinion on them.

Other Reporting Required by Government Auditing Standards

In accordance with *Governmental Auditing Standards*, we have also issued our report dated November 20, 2013, on our consideration of the Waukeee Community School District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Waukeee Community School District's internal control over financial reporting and compliance.

Van Maanen, Sietstra & Meyer, PC

Van Maanen, Sietstra & Meyer, PC
Certified Public Accountants

November 20, 2013

**Waukee Community School District
Management's Discussion and Analysis
Year Ended June 30, 2013**

It is with great pleasure we present to you the financial picture of Waukee Community School District. We offer readers of the District's financial statements this narrative overview and analysis of the financial activities of the Waukee Community School District for the fiscal year ended June 30, 2013. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal.

2013 Financial Highlights

The District showed a government wide increase in net position of \$9,669,729 during the year ended June 30, 2013.

Governmental activities revenues increased from \$82,570,776 in fiscal year 2012 to \$88,654,299 in 2013. General revenues increased from \$71,682,622 in fiscal year 2012 to \$77,015,759 in 2013. Program revenues increased from \$10,888,154 in 2012 to \$11,638,540 in 2013. The business type activities revenues increased from \$4,633,379 in fiscal year 2012 to \$5,216,279 in 2013.

As of June 30, 2013, unassigned fund balance for the General Fund was \$8,794,094 or 13.46% of General Fund expenditures. The financial solvency ratio for the year ended June 30, 2013 was 13.78%, which is a decrease of 2.98% over the previous year. This decrease is due to increased expenditures in the current year due to additional staff due to increased enrollment.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the Waukee Community School District's basic financial statements. The District's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements and 3) notes to the financial statements. This report also contains required supplementary information and other supplementary information in addition to the basic financial statements themselves.

Figure A-1 shows how the various parts of this annual report are arranged and relate to one another.

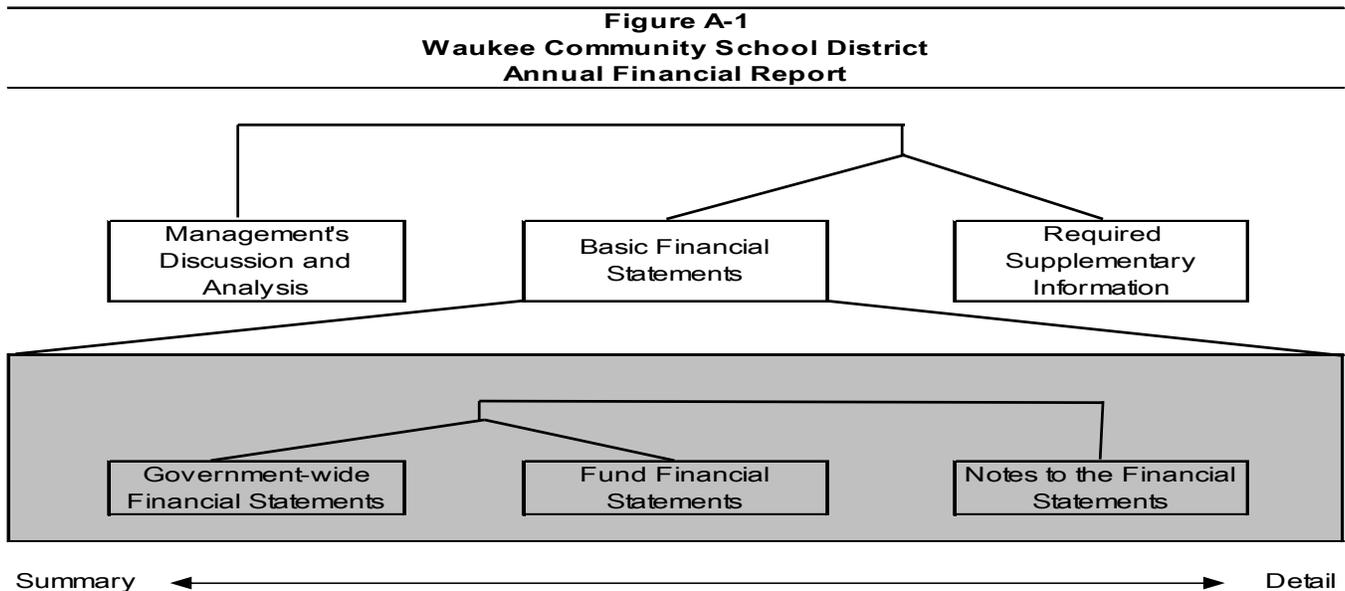


Figure A-2 summarizes the major features of the District's financial statements, including the portion of the District's activities they cover and the types of information they contain. The remainder of this overview section of the management's discussion and analysis highlights the structure and contents of each of the statements.

**Waukee Community School District
Management's Discussion and Analysis
Year Ended June 30, 2013**

**Figure A-2
Major Features of the Government-Wide and Fund Financial Statements**

	Government-wide Statements	Fund Statements		
		Governmental Funds	Proprietary Funds	Fiduciary Funds
Scope	Entire District (except fiduciary funds)	The activities of the District that are not proprietary or fiduciary, such as special education and building maintenance	Activities the district operates similar to private businesses: food services, community day care and community education	Instances in which the district administers resources on behalf of someone else, such as scholarship programs.
Required Financial Statements	* Statement of net position * Statement of activities	* Balance Sheet * Statement of revenues, expenditures, and changes in fund balances	* Statement of net position * Statement of revenues, expenses and changes in fund net position * Statement of cash flows	* Statement of fiduciary net position * Statement of changes in fiduciary net position
Accounting basis and measurement focus	Accrual accounting and economic resources focus	Modified accrual accounting and current financial resources focus	Accrual accounting and economic resources focus	Accrual accounting and economic resources focus
Type of asset/liability information	All assets and liabilities, both financial and capital, short-term and long-term	Generally, assets expected to be used up and liabilities that come due during the year or soon thereafter; no capital assets or long-term liabilities included	All assets and liabilities, both financial and capital, and short-term and long-term	All assets and liabilities, both short-term and long-term; funds do not currently contain capital assets, although they can
Type of inflow/outflow information	All revenues and expenses during year, regardless of when cash is received or paid	Revenues for which cash is received during or soon after the end of the year; expenditures when goods or services have been received and the related liability is due during the year or soon thereafter	All revenues and expenses during the year, regardless of when cash is received or paid	All additions and deductions during the year, regardless of when cash is received or paid

Government-wide financial statements - The government-wide financial statements are designed to provide readers with a broad overview of Waukee Community School District's finances in a manner similar to a private-sector business.

The statement of net position presents information on all Waukee Community School District's assets and liabilities, with the difference between the two reported as net position. Over time, increases and decreases in net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

The statement of activities presents information showing how the District's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the changes occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements reflect functions of the Waukee Community School District that are principally supported by taxes and intergovernmental revenues (governmental activities). The governmental activities of the District include instruction, support services, non-instructional services, other and interest on long-term debt. Business type activities are those that the District charges a fee to help cover the costs such as School Nutrition.

The government-wide financial statements include only Waukee Community School District. There are no other organizations or agencies whose financial statements should be combined and presented with the financial statements of the District.

**Waukee Community School District
Management's Discussion and Analysis
Year Ended June 30, 2013**

Fund financial statements – A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Waukee Community School District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the District can be divided into three categories: governmental funds, proprietary fund and fiduciary funds.

Governmental funds – Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financial requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The Waukee Community School District maintains six individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for the General Fund, Debt Service and Capital Projects Funds, which are considered to be major funds. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of the non-major governmental funds is provided in the form of combining statements elsewhere in this report.

The basic governmental fund financial statements can be found on pages 24 through 31 of this report.

Proprietary fund – The District maintains only one type of proprietary fund, the enterprise fund. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The District maintains one enterprise fund.

The basic proprietary fund financial statements can be found on pages 32 through 34 of this report.

Fiduciary funds – Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support the Waukee Community School District's own programs. The fiduciary funds of the District are agency funds. Agency funds are custodial in nature and do not involve measurement of results of operation.

The basic fiduciary fund financial statements can be found on pages 35 through 36 of this report.

Notes to the financial statements – The notes provide additional information that is essential to a full understanding of the data provided in the basic financial statements.

Other information – In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the Waukee Community School District's budgetary comparison for the year, as well as presenting the Schedule of Funding Progress for the Retiree Health Plan. Required Supplemental Information can be found on pages 54 and 56 of this report.

Other Supplementary Information provides detailed information about the non-major governmental and proprietary funds. In addition, the Schedule of Expenditures of Federal Awards provides details of various federal programs benefiting the District.

**Waukee Community School District
Management's Discussion and Analysis
Year Ended June 30, 2013**

Government-Wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. The District's total net position has increased from a year ago from \$77,629,414 to \$87,299,143.

A significant portion of the District's total assets reflects its investment in capital assets. The District uses these capital assets to provide educational services; consequently, these assets are not available for future spending. The District's net investment in capital assets was \$44,811,544. Although the District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources since the capital assets themselves cannot be used to liquidate these liabilities.

Figure A-3 below provides a summary of the District's net position at June 30, 2013 compared to June 30, 2012.

**Figure A-3
Statement of Net Position**

	Governmental activities		Business type activities		Total		Total Change
	June 30,		June 30,		June 30,		June 30,
	2013	2012	2013	2012	2013	2012	2012-2013
Current assets	\$ 101,172,054	\$ 109,343,539	2,890,044	2,504,916	104,062,098	111,848,455	-6.96%
Capital assets, net	177,175,892	163,698,200	1,950,023	1,608,365	179,125,915	165,306,565	8.36%
Total assets	278,347,946	273,041,739	4,840,067	4,113,281	283,188,013	277,155,020	2.18%
Current liabilities	70,735,965	62,153,651	177,859	126,506	70,913,824	62,280,157	13.86%
Noncurrent liabilities	124,765,976	136,977,435	209,070	268,014	124,975,046	137,245,449	-8.94%
Total liabilities	195,501,941	199,131,086	386,929	394,520	195,888,870	199,525,606	-1.82%
Net Position:							
Net investment in capital assets	42,861,521	39,668,066	1,950,023	1,608,365	44,811,544	41,276,431	8.56%
Restricted	34,262,277	25,874,709	-	-	34,262,277	25,874,709	32.42%
Unrestricted	5,722,207	8,367,878	2,503,115	2,110,396	8,225,322	10,478,274	-21.50%
Total Net Position	\$ 82,846,005	73,910,653	4,453,138	3,718,761	87,299,143	77,629,414	12.46%

The restricted portion of the District's net position (39.25%) represents resources that are subject to external restrictions on how they may be used. These restrictions include \$953,225 for categorical funding, \$13,905,317 for debt service, \$3,715,645 for management levy purposes, \$484,156 for student activities, \$13,866,459 for school infrastructure and \$1,337,475 for physical plant and equipment. The remaining balance of unrestricted net position may be used to meet the government's ongoing obligations to students and creditors.

At the end of the current fiscal year, the Waukee Community School District is able to report positive balances in all three categories of net position. The same situation held true for the prior fiscal year.

The District's total net position increased by \$9,669,729 or 12.46%, during the current fiscal year. The total net investment in capital assets increased 8.56%. The governmental activities net position increased by \$8,935,352. Business type activities net position increased by \$734,377.

**Waukee Community School District
Management's Discussion and Analysis
Year Ended June 30, 2013**

Figure A-4 highlights the District's revenues and expenses for the fiscal year ended June 30, 2013 as compared to the fiscal year ended June 30, 2012. These two main components are subtracted to yield the change in net position. This table utilized the full accrual method of accounting. Revenue is further divided into two major components: Program Revenue and General Revenue. Program Revenue is defined as charges for services and sales, operating and capital grants and contributions. General Revenue includes taxes and unrestricted grants such as state foundation support.

**Figure A-4
Changes in Net Position**

	Governmental activities		Business type activities		Total District		Total Change
	June 30,		June 30,		June 30,		June 30,
	2013	2012	2013	2012	2013	2012	2012-2013
Revenues:							
Program revenues:							
Charges for services	\$ 3,057,931	\$ 2,832,259	4,186,373	3,767,824	7,244,304	6,600,083	9.76%
Operating grants and contributions	8,580,609	8,055,895	1,028,289	864,022	9,608,898	8,919,917	7.72%
General Revenues:							
Property and other taxes	43,231,968	40,929,986	-	-	43,231,968	40,929,986	5.62%
Statewide sales and services tax	6,197,267	5,170,073	-	-	6,197,267	5,170,073	19.87%
Unrestricted state grants	26,737,619	24,756,176	-	-	26,737,619	24,756,176	8.00%
Unrestricted investment earnings	52,204	37,630	1,617	1,533	53,821	39,163	37.43%
Other	796,701	788,757	-	-	796,701	788,757	1.01%
Total revenues	<u>88,654,299</u>	<u>82,570,776</u>	<u>5,216,279</u>	<u>4,633,379</u>	<u>93,870,578</u>	<u>87,204,155</u>	<u>7.64%</u>
Expenses:							
Program expenses:							
Instruction	46,336,463	42,519,470	-	-	46,336,463	42,519,470	8.98%
Support services	21,048,302	18,361,448	145,660	127,696	21,193,962	18,489,144	14.63%
Non-instructional programs	-	1,096	4,986,399	4,622,747	4,986,399	4,623,843	7.84%
Other	6,574,254	6,048,430	-	-	6,574,254	6,048,430	8.69%
Debt service	5,109,771	4,711,635	-	-	5,109,771	4,711,635	8.45%
Total expenses	<u>79,068,790</u>	<u>71,642,079</u>	<u>5,132,059</u>	<u>4,750,443</u>	<u>84,200,849</u>	<u>76,392,522</u>	<u>10.22%</u>
Changes in Net Position before Transfers	9,585,509	10,928,697	84,220	(117,064)	9,669,729	10,811,633	-10.56%
Transfers	(650,157)	(197,609)	650,157	197,609	-	-	0.00%
Changes in Net Position	8,935,352	10,731,088	734,377	80,545	9,669,729	10,811,633	-10.56%
Net Position beginning of year	73,910,653	63,179,565	3,718,761	3,638,216	77,629,414	66,817,781	16.18%
Net Position end of year	<u>82,846,005</u>	<u>73,910,653</u>	<u>4,453,138</u>	<u>3,718,761</u>	<u>87,299,143</u>	<u>77,629,414</u>	<u>12.46%</u>

Expenses are shown in programs including instruction, support services, non-instructional programs, other and debt service.

The number of students served by the District increased by approximately 610 students, or a 8.58% increase over the prior year. This accounts for the across the board increase in revenues and expenses in both governmental activities and business-type activities. Investment earnings increased 37.43% due to increased availability of investment capital for greater periods of time. Statewide sales tax increased by 19.87% due to an overall growth in Dallas County taxable sales.

**Wauke Community School District
Management's Discussion and Analysis
Year Ended June 30, 2013**

Governmental Activities – Figure A-5 below discloses the total and net cost of services for the District's major governmental activities, instruction, support services, non-instructional programs, other and debt service expenses, for the year ended June 30, 2013 compared to the year ended June 30, 2012. The total cost of services column contains all costs related to the programs and the net cost column shows how much of the total amount is not covered by program revenues. Succinctly put, net costs are costs that must be covered by state aid and local taxes. The difference in these two columns would represent restricted grants and services. Net cost of services is 85.28% of total cost of services in 2013.

	Total Cost of Services			Net Cost of Services		
	June 30,			June 30,		
	2013	2012	2012-2013	2013	2012	2012-2013
Instruction	\$ 46,336,463	\$42,519,470	8.98%	37,984,082	34,700,810	9.46%
Support services	21,048,302	18,361,448	14.63%	20,566,460	17,895,398	14.93%
Non-instructional programs	-	1,096	-100.00%	-	1,096	-100.00%
Other	6,574,254	6,048,430	8.69%	3,769,937	3,474,986	8.49%
Debt service	5,109,771	4,711,635	8.45%	5,109,771	4,711,635	8.45%
	\$ 79,068,790	71,642,079	10.37%	67,430,250	60,783,925	10.93%

Business Type Activities – Revenues for business type activities during the year ended June 30, 2013 were \$5,216,279 representing, an 12.58% increase over the prior year, while expenses totaled \$5,132,059, a 8.03% increase over the prior year. The District's business type activities include the School Nutrition Fund, Community Daycare and Community Education.

Individual Fund Analysis

As noted earlier, the Wauke Community School District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds – The focus of the Wauke Community School District's governmental funds is to provide information on near-term inflows, outflows and balances of spendable resources. Such information is useful in assessing the District's financing requirements. In particular, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the Wauke Community School District's governmental funds reported combined ending balances of \$43,511,795, a decrease of \$14,771,688 in comparison with the prior year. Approximately 20.21% of this total amount or \$8,794,094 constitutes unreserved fund balance and is available for spending at the government's discretion. The remainder of the fund balance is nonexpendable or restricted. Restricted net position represent resources subject to external restrictions, constitutional provisions or enabling legislation on how they can be used. The nonexpendable fund balance of \$48,481 is in inventories. Restricted fund balances consist of \$953,225 for categorical funding, \$13,905,317 for debt service, \$4,122,588 for management levy purposes, \$484,156 for student activities, \$13,866,459 for school infrastructure and \$1,337,475 for physical plant and equipment.

The General Fund is the chief operating fund of the District. At the end of the current fiscal year, unassigned fund balance of the General Fund was \$8,794,094 while total fund balance reached \$9,795,800. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and the total fund balance to total fund expenditures. Unassigned fund balance represents 13.46% of total General Fund expenditures.

The fund balance of the District's General Fund decreased \$1,775,336 during the current fiscal year. This decrease was anticipated and was due to increased staff costs due to the increased number of students enrolled. The State of Iowa last year did not increase allowable growth, the amount the District receives per student. This was the first time the State had 0% allowable growth. The State has provided 2-4% growth in the past.

**Waukee Community School District
Management's Discussion and Analysis
Year Ended June 30, 2013**

The District's other major funds include the Debt Service Fund and the Capital Projects Fund. The Debt Service fund balance increased \$2,125,941 due to the refunding bond issuance held until callable as well as the accumulation of local taxes needed to make future interest payments as they come due. The Capital Projects fund balance decreased \$16,008,581 due to the increased construction costs. The District issued \$22,335,000 in revenue bonds in June 2012 to finance capital facility construction Woodland Hills Elementary and to refinance existing revenue bonds.

Budgetary Highlights

As allowed by GASB Statement No. 41, *Budgetary Comparison-Schedules – Perspective Differences*, the District presents budgetary comparison schedules as required supplementary information based on the program structure of four functional areas as required by state statute for its legally adopted budget. In accordance with the Code of Iowa, the Board of Education annually adopts a program budget for all funds except agency funds as described in the note to required supplementary information.

A comparison of the actual expenditures/expenses of the District's budgeted funds with the final budget amounts is as follows:

	Budget- Original	Budget- Final	Actual	Variance
Instruction	\$ 43,000,000	46,000,000	45,694,096	305,904
Support services	25,400,000	25,400,000	18,844,160	6,555,840
Non-instructional programs	11,500,000	11,500,000	4,961,845	6,538,155
Other	34,858,688	56,848,182	46,829,604	10,018,578
	<u>\$ 114,758,688</u>	<u>139,748,182</u>	<u>116,329,705</u>	<u>23,418,477</u>

Capital Assets and Debt Administration

Capital Assets – The following table shows ending balances of capital assets invested in various categories. The District recognized a total net increase of \$13,868,458. The increase can be attributed to increased construction in progress not completed at June 30 on Woodland Hills Elementary, Timberline, Vince Meyer Learning Center and Eason Elementary HVAC project.

**Figure A-6
Capital Assets, Net of Depreciation**

	Governmental activities		Business Type activities		Total District		Total Change
	June 30,		June 30,		June 30,		June 30,
	2013	2012	2013	2012	2013	2012	2012-2013
Land	\$ 7,737,857	8,374,545	-	-	7,737,857	8,374,545	-7.60%
Improvements other than bulidings	4,679,678	4,780,898	-	-	4,679,678	4,780,898	-2.12%
Buildings and improvements	146,980,771	135,579,482	-	-	146,980,771	135,579,482	8.41%
Furniture and equipment	2,065,512	2,193,963	1,950,023	1,608,365	4,015,535	3,802,328	5.61%
Construction in progress	15,712,074	12,769,312	-	-	15,712,074	12,769,312	23.05%
Total	<u>\$ 177,175,892</u>	<u>163,698,200</u>	<u>1,950,023</u>	<u>1,608,365</u>	<u>179,125,915</u>	<u>165,306,565</u>	<u>8.36%</u>

Additional information about the District's capital assets can be found in note 5 to the financial statements.

Debt – As of June 30, 2013, the Waukee Community School District had general obligation bonds, capital loan notes and revenue bonds outstanding principal balance totaling \$132,730,000. In the current year, the District paid \$17,915,000 in principal and \$5,314,568 in interest.

As of June 30, 2013, the District's available debt limit was \$215,196,067 which leaves a legal debt margin of \$82,466,067 once the current year applicable general obligation and capital loan debt is applied.

**Figure A-7
Long-term Debt Obligations**

	Total School District		Total Change
	June 30,		June 30,
	2013	2012	2012-2013
General obligation bonds	\$ 105,515,000	\$ 110,465,000	-4.48%
Revenue bonds	19,335,000	22,335,000	-13.43%
Capital loan notes	7,880,000	10,800,000	-27.04%
Bond discounts, net of amortization	(546,068)	(588,836)	-7.26%
Bond issuance costs, net of amortization	(159,910)	(141,256)	13.21%
Bond premiums, net of amortization	2,290,349	2,175,169	5.30%
Early retirement payable	406,943	446,753	-8.91%
Net OPEB liability	3,018,211	2,472,641	22.06%
Compensated absences	281,620	203,366	38.48%
Totals	\$ 138,021,145	148,167,837	-6.85%

Additional information about the District's long-term debt can be found in note 6 to the financial statements.

Economic Factors and Next Year's Budgets and Rates

The District is located in the central part of the state, approximately 15 miles west of the city of Des Moines. The District, comprised totally in Dallas County, Iowa, is one of the fastest growing counties in the nation. The District is the fastest growing school district in the State of Iowa. The October 2013 certified student enrollment increased 567.46 students over the previous year. The economic condition and outlook of the District is one of great optimism. Over the past nine years the total taxable assessed value in the District has increased by \$1.45 billion. The taxable assessed value has increased 171.98% since 2005. For the current fiscal year, taxable assessed value in the District increased \$119,018,888 or 5.47%.

Based on conservative estimates this trend is expected to continue and probably accelerate in the immediate future. The eastern portions of Dallas County are experiencing growth in both residential and commercial development. The collection of the Dallas County local option sales tax, a one cent tax on all covered retail sales began in January of 2004 and generated \$6.2 million dollars in fiscal 2013. An estimated \$6.1 million dollars is expected to be generated in 2013. The one-cent sales tax will continue through December of 2013 and at which point the District will join the state pool.

This growth, while having a positive impact, also presents significant challenges for the District. The District is utilizing the optional instructional support levy to its fullest and will need to continue its high level of efficient use of human resources and facilities.

Retail sales, building permits and population increases in the western suburbs far exceed that of any other location in the metropolitan area or in the State of Iowa. Dallas County is one of the fastest growing counties in the country. These increases are projected to continue if economic conditions remain favorable.

The past year saw a dramatic State of Iowa economic downturn. Revenue projections at the state level decreased drastically from the previous year. The District has faced reductions in funding for state aid and other state-funded programs in the two previous fiscal years. The District has taken a pro-active approach to fiscal stability that has served it well in these times of financial crisis. The 2013 legislature set allowable growth for 2013-14 at 2%, plus a 2% supplemental state aid, and for 2014-15 at 4%. We are optimistic about the District's financial outlook because of prudent actions taken over the past six to seven years. The District has positioned itself extremely well to withstand financial uncertainties at both the state and federal level. We are confident as the national economy begins to strengthen, state revenues will follow the same upward direction.

Requests for Information

These financial statements and discussions are designed to provide our students, citizens, taxpayers, investors and creditors with a complete disclosure of the District's finances and to demonstrate a high degree of accountability for the public dollars entrusted to us. If you have questions about this report or need additional information, please write Lora Appenzeller-Miller, Chief Financial Officer, Waukee Community School District, 560 S.E. University Avenue, Waukee, Iowa, 50263.

Basic Financial Statements

Waukee Community School District
Statement of Net Position
June 30, 2013

	Governmental Activities	Business Type Activities	Total Primary Government
Assets			
Current Assets:			
Cash and cash equivalents	\$ 54,522,323	2,808,648	57,330,971
Receivables:			
Property tax:			
Delinquent	103,969	-	103,969
Succeeding year	44,785,869	-	44,785,869
Accounts	20,969	40,477	61,446
Due from other governments	1,690,443	-	1,690,443
Inventories	48,481	40,919	89,400
Total current assets	101,172,054	2,890,044	104,062,098
Non-current assets:			
Capital assets:			
Land	7,737,857	-	7,737,857
Improvements other than buildings	7,460,173	-	7,460,173
Buildings and improvements	171,475,858	-	171,475,858
Vehicles, furniture and equipment	4,407,685	3,260,710	7,668,395
Construction in progress	15,712,074	-	15,712,074
Accumulated depreciation	(29,617,755)	(1,310,687)	(30,928,442)
Total capital assets	177,175,892	1,950,023	179,125,915
Total non-current assets	177,175,892	1,950,023	179,125,915
Total assets	278,347,946	4,840,067	283,188,013
Liabilities			
Current liabilities:			
Excess of outstanding warrants over bank balance	3,429,902	-	3,429,902
Accounts payable	2,502,687	25,382	2,528,069
Salaries and benefits payable	6,382,310	64,703	6,447,013
Accrued interest payable	421,703	-	421,703
Deposits payable	178,837	-	178,837
Unearned revenue:			
Succeeding year property tax	44,785,869	-	44,785,869
Other	-	76,332	76,332
Capital loan notes payable	2,525,000	-	2,525,000
Revenue bonds payable	3,180,000	-	3,180,000
General obligation bonds payable	6,916,525	-	6,916,525
Early retirement payable	142,954	-	142,954
Compensated absences	270,178	11,442	281,620
Total current liabilities	70,735,965	177,859	70,913,824

Exhibit A

**Waukee Community School District
Statement of Net Position
June 30, 2013**

	Governmental Activities	Business Type Activities	Total Primary Government
<i>Continued from previous page</i>			
Noncurrent liabilities:			
Capital loan notes payable	5,355,000	-	5,355,000
Revenue bonds payable	16,155,000	-	16,155,000
General obligation bonds payable	100,182,846	-	100,182,846
Early retirement payable	263,989	-	263,989
Net OPEB liability	2,809,141	209,070	3,018,211
Total noncurrent liabilities	124,765,976	209,070	124,975,046
Total liabilities	195,501,941	386,929	195,888,870
Net Position			
Net investment in capital assets	42,861,521	1,950,023	44,811,544
Restricted for:			
Categorical funding	953,225	-	953,225
Management levy purposes	3,715,645	-	3,715,645
Physical plant and equipment levy	1,337,475	-	1,337,475
Student activities	484,156	-	484,156
School infrastructure	13,866,459	-	13,866,459
Debt service	13,905,317	-	13,905,317
Unrestricted	5,722,207	2,503,115	8,225,322
Total net position	\$ 82,846,005	4,453,138	87,299,143

See notes to financial statements.

Waukee Community School District
Statement of Activities
Year ended June 30, 2013

Functions/Programs	Expenses	Program Revenues		Net (Expense) Revenue and Changes in Net Position		
		Charges for Service	Operating Grants, Contributions and Restricted Interest	Governmental Activities	Business Type Activities	Total Primary Government
Governmental activities:						
Instruction:						
Regular	\$ 34,094,193	1,552,064	4,112,493	(28,429,636)	-	(28,429,636)
Special	6,725,124	437,743	1,409,566	(4,877,815)	-	(4,877,815)
Other	5,517,146	792,873	47,642	(4,676,631)	-	(4,676,631)
	<u>46,336,463</u>	<u>2,782,680</u>	<u>5,569,701</u>	<u>(37,984,082)</u>	<u>-</u>	<u>(37,984,082)</u>
Support services:						
Student	2,258,649	-	-	(2,258,649)	-	(2,258,649)
Instructional staff	3,072,064	-	-	(3,072,064)	-	(3,072,064)
Administration	4,966,508	-	-	(4,966,508)	-	(4,966,508)
Operation and maintenance of plant	7,583,707	228,524	-	(7,355,183)	-	(7,355,183)
Transportation	3,167,374	46,727	206,591	(2,914,056)	-	(2,914,056)
	<u>21,048,302</u>	<u>275,251</u>	<u>206,591</u>	<u>(20,566,460)</u>	<u>-</u>	<u>(20,566,460)</u>
Other expenses:						
Interest (unallocated)	5,109,771	-	-	(5,109,771)	-	(5,109,771)
AEA flowthrough	2,804,317	-	2,804,317	-	-	-
Depreciation (unallocated) *	3,769,937	-	-	(3,769,937)	-	(3,769,937)
	<u>11,684,025</u>	<u>-</u>	<u>2,804,317</u>	<u>(8,879,708)</u>	<u>-</u>	<u>(8,879,708)</u>
Total governmental activities	79,068,790	3,057,931	8,580,609	(67,430,250)	-	(67,430,250)
Business type activities:						
Support services:						
Administration	95,823	-	-	-	(95,823)	(95,823)
Operation and maintenance of plant	29,534	-	-	-	(29,534)	(29,534)
Transportation	20,303	-	-	-	(20,303)	(20,303)
	<u>145,660</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(145,660)</u>	<u>(145,660)</u>
Non-instructional programs:						
Food service operations	3,739,271	2,750,720	1,028,289	-	39,738	39,738
Daycare operations	959,791	1,318,906	-	-	359,115	359,115
Community education operations	287,337	116,747	-	-	(170,590)	(170,590)
	<u>4,986,399</u>	<u>4,186,373</u>	<u>1,028,289</u>	<u>-</u>	<u>228,263</u>	<u>228,263</u>
Total business type activities	5,132,059	4,186,373	1,028,289	-	82,603	82,603
Total primary government	<u>\$ 84,200,849</u>	<u>7,244,304</u>	<u>9,608,898</u>	<u>(67,430,250)</u>	<u>82,603</u>	<u>(67,347,647)</u>

Waukee Community School District
Statement of Activities
Year ended June 30, 2013

	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
	Expenses	Charges for Service	Operating Grants, Contributions and Restricted Interest	Governmental Activities	Business Type Activities	Total Primary Government
Totals continued from previous page	\$ 84,200,849	7,244,304	9,608,898	\$ (67,430,250)	82,603	(67,347,647)
General Revenues:						
Property tax levied for:						
General purposes				27,228,870	-	27,228,870
Debt service				11,330,866	-	11,330,866
Capital outlay				4,672,232	-	4,672,232
Statewide sales, services and use tax				6,197,267	-	6,197,267
Unrestricted state grants				26,737,619	-	26,737,619
Grants and contributions not restricted to specific programs				367,125	-	367,125
Unrestricted investment earnings				52,204	1,617	53,821
Other				429,576	-	429,576
Total general revenues				77,015,759	1,617	77,017,376
Change in net position before transfers				9,585,509	84,220	9,669,729
Transfers:						
Capital contributions				(427,655)	427,655	-
Transfers in				401	222,903	223,304
Transfers out				(222,903)	(401)	(223,304)
Total contributions and transfers				(650,157)	650,157	-
Change in net position				8,935,352	734,377	9,669,729
Net position beginning of year				73,910,653	3,718,761	77,629,414
Net position end of year				\$ 82,846,005	4,453,138	87,299,143

* This amount excludes the depreciation that is included in the direct expense of the various programs.

See notes to financial statements.

**Waukee Community School District
Balance Sheet
Governmental Funds
June 30, 2013**

	General	Debt Service	Capital Projects	Non-major Governmental Funds	Total
Assets					
Cash and pooled investments	\$ 19,866,514	11,762,953	17,846,402	4,665,800	54,141,669
Receivables:					
Property tax:					
Delinquent	62,443	26,833	11,064	3,629	103,969
Succeeding year	26,881,045	11,969,327	4,935,501	999,996	44,785,869
Accounts	15,756	-	5,200	13	20,969
Due from other governments	688,469	181	1,001,764	29	1,690,443
Inventories	48,481	-	-	-	48,481
Total assets	\$ 47,562,708	23,759,294	23,799,931	5,669,467	100,791,400
Liabilities and Fund Balances					
Liabilities:					
Excess of warrants over bank balance	\$ 3,429,902	-	-	-	3,429,902
Accounts payable	1,076,665	-	1,377,296	48,726	2,502,687
Salaries and benefits payable	6,379,296	-	-	3,014	6,382,310
Deferred revenue:					
Succeeding year property tax	26,881,045	11,969,327	4,935,501	999,996	44,785,869
Deposits payable	-	-	167,850	10,987	178,837
Total liabilities	37,766,908	11,969,327	6,480,647	1,062,723	57,279,605
Fund balances:					
Nonspendable fund balance:					
Inventories	48,481	-	-	-	48,481
Restricted for:					
Categorical funding	953,225	-	-	-	953,225
Debt service	-	11,789,967	2,115,350	-	13,905,317
Mangement levy purposes	-	-	-	4,122,588	4,122,588
Student activities	-	-	-	484,156	484,156
School infrastructure	-	-	13,866,459	-	13,866,459
Physical plant and equipment	-	-	1,337,475	-	1,337,475
Unassigned	8,794,094	-	-	-	8,794,094
Total fund balances	9,795,800	11,789,967	17,319,284	4,606,744	43,511,795
Total liabilities and fund balances	\$ 47,562,708	23,759,294	23,799,931	5,669,467	100,791,400

See notes to financial statements.

Exhibit D

**Waukee Community School District
 Reconciliation of the Balance Sheet
 Governmental Funds To the Statement of Net Position
 June 30, 2013**

Total fund balances of governmental funds (Exhibit C) \$ 43,511,795

Amounts reported for governmental activities in the statement of Net Position are different because:

Capital assets used in governmental activities are not financial resources and, therefore, are not reported as assets in the governmental funds. 177,175,892

The Internal Service Fund is used to charge the costs of the District's flexible benefits plan and self-funded dental plan to the governmental funds. The Net Position of the Internal Service Fund are therefore included in governmental activities. 380,654

Long-term liabilities, including bonds and notes payable, early retirement and compensated absences, are not due and payable in the current period and, therefore, are not reported as liabilities in the governmental funds. Those liabilities at year-end consist of:

Capital loan notes payable	\$	(7,880,000)	
Revenue bonds payable		(19,335,000)	
General obligation bonds payable		(105,515,000)	
Bond discounts		546,068	
Bond issuance costs		159,910	
Bond premiums		(2,290,349)	
Accrued interest		(421,703)	
Early retirement		(406,943)	
Compensated absences		(270,178)	
Other post employment benefits		(2,809,141)	
		(138,222,336)	(138,222,336)

Net position of governmental activities (Exhibit A) \$ 82,846,005

See notes to financial statements.

Exhibit E

**Waukee Community School District
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
Year ended June 30, 2013**

	General	Debt Service	Capital Projects	Non-major Governmental Funds	Total
Revenues:					
Local sources:					
Local tax	\$ 25,733,260	11,330,866	10,869,499	1,495,610	49,429,235
Tuition	1,617,977	-	-	-	1,617,977
Other	1,125,563	27,112	74,706	1,012,999	2,240,380
State sources	33,947,675	-	-	-	33,947,675
Federal sources	1,370,769	-	-	-	1,370,769
Total revenues	63,795,244	11,357,978	10,944,205	2,508,609	88,606,036
Expenditures:					
Current:					
Instruction:					
Regular	33,009,616	-	-	366,953	33,376,569
Special	6,898,702	-	-	-	6,898,702
Other	4,435,603	-	-	983,222	5,418,825
	44,343,921	-	-	1,350,175	45,694,096
Support services:					
Student	2,267,965	-	-	-	2,267,965
Instructional staff	3,019,995	-	-	-	3,019,995
Administration	4,545,433	9,100	216,247	10,900	4,781,680
Operation and maintenance of plant	5,222,127	-	-	261,246	5,483,373
Transportation	3,145,487	-	-	-	3,145,487
	18,201,007	9,100	216,247	272,146	18,698,500
Capital outlay:					
Facilities acquisition	-	-	20,795,719	-	20,795,719
Debt service:					
Principal	-	17,915,000	-	-	17,915,000
Debt issuance costs	-	-	36,051	-	36,051
Interest and fiscal charges	-	5,314,568	-	-	5,314,568
	-	23,229,568	36,051	-	23,265,619
Intergovernmental:					
Other expenditures	2,804,317	-	-	-	2,804,317
Total expenditures	65,349,245	23,238,668	21,048,017	1,622,321	111,258,251
Excess (deficiency) of revenues over (under) expenditures	(1,554,001)	(11,880,690)	(10,103,812)	886,288	(22,652,215)
Other financing sources (uses):					
Issuance of general obligation bonds	-	2,220,000	-	-	2,220,000
Issuance of capital loan notes	-	-	4,825,000	-	4,825,000
Premium on the issuance of debt	-	-	376,740	-	376,740
Discount on the issuance of debt	-	-	(3,878)	-	(3,878)
Sale of real property	-	-	684,000	-	684,000
Sale of equipment	1,167	-	-	-	1,167
Transfers in	401	11,788,744	325,752	-	12,114,897
Transfers out	(222,903)	(2,113)	(12,112,383)	-	(12,337,399)
Total other financing sources (uses)	(221,335)	14,006,631	(5,904,769)	-	7,880,527
Net change in fund balances	(1,775,336)	2,125,941	(16,008,581)	886,288	(14,771,688)
Fund balances beginning of year	11,571,136	9,664,026	33,327,865	3,720,456	58,283,483
Fund balances end of year	\$ 9,795,800	11,789,967	17,319,284	4,606,744	43,511,795

See notes to financial statements.

**Waukee Community School District
 Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances
 Governmental Funds to the Statement of Activities
 Year ended June 30, 2013**

Net change in fund balances - total governmental funds (Exhibit E) \$ (14,771,688)

Amounts reported for governmental activities in the statement of activities are different because:

Capital outlays to purchase or build capital assets are reported in governmental funds as expenditures. However, those costs are reported in the Statement of Net Position and are allocated over their estimated useful lives as depreciation expense in the Statement of Activities. The amounts of capital outlays and depreciation expense in the year are as follows:

Expenditures for capital assets	\$ 18,403,292	
Loss on disposal of capital assets	(636,688)	
Depreciation expense	<u>(4,288,912)</u>	13,477,692

Proceeds from issuing long-term liabilities provide current financial resources to governmental funds, but increases long-term liabilities in the Statement of Net Position. Repayment of long-term debt liabilities is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position. Also, governmental funds report the effect of issuance costs and premiums, whereas these amounts are deferred in and amortized in the Statement of Activities. Current year items are as follows:

Issuance of bond and note principal	(7,045,000)	
Premium on the issuance of debt	(376,740)	
Discount on the issuance of debt	3,878	
Debt issuance costs	36,051	
Repayments of bond and note principal	17,915,000	
Amortization of premiums and discounts	<u>197,517</u>	10,730,706

Interest on long-term debt in the Statement of Activities differs from the amount reported in the governmental funds because interest is recorded as an expenditure in the funds when due. In the Statement of Activities, interest expense is recognized as the interest accrues, regardless of when it is due.

7,280

Some expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds.

Early retirement	39,810	
Compensated absences	(81,347)	
Net OPEB liability	<u>(604,514)</u>	(646,051)

The change in Net Position of the Internal Service Funds represent an undercharge to the governmental funds served and, therefore, increases expenses in the Statement of Activities.

137,413

Change in net position of governmental activities (Exhibit B)

\$ 8,935,352

See notes to financial statements.

Waukee Community School District
Statement of Net Position
Proprietary Funds
June 30, 2013

	Business Type Activities	Governmental Activities
	Non-major Enterprise Funds	Internal Service Fund
Assets		
Current assets:		
Cash and cash equivalents	\$ 2,808,648	380,654
Receivables:		
Accounts	40,477	-
Inventories	40,919	-
Total current assets	<u>2,890,044</u>	<u>380,654</u>
Non-current assets:		
Capital assets:		
Equipment	3,260,710	-
Accumulated depreciation	(1,310,687)	-
Total noncurrent assets	<u>1,950,023</u>	<u>-</u>
Total assets	<u>4,840,067</u>	<u>380,654</u>
Liabilities		
Current liabilities:		
Accounts payable	25,382	-
Salaries and benefits payable	64,703	-
Unearned revenue	76,332	-
Compensated absences	11,442	-
Total current liabilities	<u>177,859</u>	<u>-</u>
Noncurrent liabilities:		
Net OPEB liability	209,070	-
Total noncurrent liabilities	<u>209,070</u>	<u>-</u>
Total liabilities	<u>386,929</u>	<u>-</u>
Net Position		
Invested in capital assets	1,950,023	-
Unrestricted	2,503,115	380,654
Total net position	<u>\$ 4,453,138</u>	<u>380,654</u>

See notes to financial statements.

Exhibit H

Waukee Community School District
Statement of Revenues, Expenses and Changes in Fund Net Position
Proprietary Funds
Year ended June 30, 2013

	Business Type Activities	Governmental Activities
	Non-major Enterprise Funds	Internal Service Fund
Operating revenue:		
Local sources:		
Charges for services	\$ 4,186,373	891,491
Operating expenses:		
Support services:		
Administration services	95,823	-
Operation and maintenance of plant	29,534	-
Transportation services	20,303	-
	<u>145,660</u>	<u>-</u>
Non-instructional programs:		
Food service operations:		
Depreciation	244,048	-
Other	3,470,669	-
	<u>3,714,717</u>	<u>-</u>
Other enterprise operations:		
Depreciation	7,552	-
Other	1,239,576	754,710
	<u>1,247,128</u>	<u>754,710</u>
Total operating expenses	<u>5,107,505</u>	<u>754,710</u>
Operating income (loss)	<u>(921,132)</u>	<u>136,781</u>
Non-operating revenues (expenses):		
Interest on investments	1,617	632
State sources	29,642	-
Federal sources	998,647	-
Loss on disposal of capital assets	(24,554)	-
Total non-operating revenues	<u>1,005,352</u>	<u>632</u>
Income before contributions and transfers	84,220	137,413
Contributions and transfers:		
Capital contributions	427,655	-
Transfers in	222,903	-
Transfers out	(401)	-
Total contributions and transfers	<u>650,157</u>	<u>-</u>
Change in net position	734,377	137,413
Net position beginning of year	<u>3,718,761</u>	<u>243,241</u>
Net position end of year	<u>\$ 4,453,138</u>	<u>380,654</u>

See notes to financial statements.

Waukee Community School District
Statement of Cash Flows
Proprietary Funds
Year ended June 30, 2013

	Business Type Activities	Governmental Activities
	Non-major Enterprise Funds	Internal Service Fund
Cash flows from operating activities:		
Cash received from sale of lunches and breakfasts	\$ 2,681,417	-
Cash received from miscellaneous operating activities	1,495,486	891,491
Cash payments to employees for services	(2,609,828)	(754,710)
Cash payments to suppliers for goods or services	(2,050,751)	-
Net cash provided (used) by operating activities	<u>(483,676)</u>	<u>136,781</u>
Cash flows from non-capital financing activities:		
Transfers in	222,903	-
Transfers out	(401)	-
State grants received	29,642	-
Federal grants received	789,994	-
Net cash provided by non-capital financing activities	<u>1,042,138</u>	<u>-</u>
Cash flows from capital and related financing activities:		
Acquisition of capital assets	(190,157)	-
Net cash used by capital and related financing activities	<u>(190,157)</u>	<u>-</u>
Cash flows from investing activities:		
Interest on investments	1,617	632
Net increase in cash and cash equivalents	369,922	137,413
Cash and cash equivalents at beginning of year	<u>2,438,726</u>	<u>243,241</u>
Cash and cash equivalents at end of year	<u>\$ 2,808,648</u>	<u>380,654</u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:		
Operating income (loss)	\$ (921,132)	136,781
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:		
Commodities used	208,653	-
Depreciation	251,600	-
Increase in accounts receivable	(30,236)	-
Decrease in inventories	15,030	-
Decrease in accounts payable	(3,723)	-
Increase in salaries and benefits payable	37,403	-
Increase in unearned revenue	20,766	-
Decrease in compensated absences payable	(3,093)	-
Decrease in net OPEB liability	(58,944)	-
Net cash provided (used) by operating activities	<u>\$ (483,676)</u>	<u>136,781</u>
Reconciliation of cash and cash equivalents at year end to specific assets included on Combined Balance Sheet:		
Current assets:		
Cash and investments	\$ 2,808,648	380,654
Cash and cash equivalents at year end	<u>\$ 2,808,648</u>	<u>380,654</u>
Non-cash investing, capital and financing activities:		
Noncapital financing activities, commodities received from the US Department of Agriculture	\$ 208,653	\$ -
Capital and related financing activities, capital contributions	427,655	-

See notes to financial statements.

Exhibit J

**Waukee Community School District
Statement of Fiduciary Net Position
Fiduciary Funds
June 30, 2013**

	<u>Private Purpose Trust</u>
	<u>Scholarship</u>
Assets	
Cash and pooled investments	\$ 229,837
Total assets	<u>229,837</u>
Net position	
Assets held in trust for scholarships	<u>\$ 229,837</u>

See notes to financial statements.

Exhibit K

Waukee Community School District
Statement of Changes in Fiduciary Net Position
Fiduciary Fund
Year Ended June 30, 2013

	<u>Private Purpose</u> <u>Trust</u>
	<u>Scholarship</u>
Additions:	
Local sources:	
Donations	\$ 11,385
Interest	7,615
Total additions	<u>19,000</u>
Deductions:	
Instruction:	
Scholarships awarded	22,008
Total deductions	<u>22,008</u>
Change in net position	(3,008)
Net position beginning of year	<u>232,845</u>
Net position end of year	<u><u>\$ 229,837</u></u>

See notes to financial statements.

(1) **Summary of Significant Accounting Policies**

The Wauke Community School District is a political subdivision of the State of Iowa and operates public schools for children in grades kindergarten through twelve and special education pre-kindergarten. Additionally, the District either operates or sponsors various adult education programs. These courses include remedial education as well as vocational and recreational courses. The geographic area served includes the city of Wauke, Iowa; portions of the cities of West Des Moines, Clive and Urbandale, and the agricultural territory in Dallas County. The District is governed by a Board of Education whose members are elected on a non-partisan basis.

The District's financial statements are prepared in conformity with U.S. generally accepted accounting principles as prescribed by the Governmental Accounting Standards Board.

A. Reporting Entity

For financial reporting purposes, Wauke Community School District has included all funds, organizations, agencies, boards, commissions and authorities. The District has also considered all potential component units for which it is financially accountable, and other organizations for which the nature and significance of their relationship with the District are such that exclusion would cause the District's financial statements to be misleading or incomplete. The Governmental Accounting Standards Board has set forth criteria to be considered in determining financial accountability. These criteria include appointing a voting majority of an organization's governing body, and (1) the ability of the District to impose its will on that organization or (2) the potential for the organization to provide specific benefits to, or impose specific financial burdens on the District. Wauke Community School District has no component units which meet the Governmental Accounting Standards Board criteria.

Jointly Governed Organization – The District participates in a jointly governed organization that provides services to the District but does not meet the criteria of a joint venture since there is no ongoing financial interest or responsibility by the participating governments. The District is a member of the Dallas County Assessor's Conference Board.

B. Basis of Presentation

Government-wide Financial Statements - The Statement of Net Position (previously referred to as net assets) and the Statement of Activities report information on all of the non-fiduciary activities of the District. For the most part, the effect of interfund activity has been removed from these statements. Interfund services provided and used are not eliminated in the process of consolidation. Governmental activities, which normally are supported by tax and intergovernmental revenues, are reported separately from business type activities, which rely to a significant extent on fees and charges for service.

The Statement of Net Position presents the District's non-fiduciary assets and liabilities, with the difference reported as net position. Net position are reported in three categories:

Net investment in capital assets consists of capital assets, net of accumulated depreciation plus unspent bond proceeds and reduced by outstanding balances for bonds, notes, and other debt that are attributed to the acquisition, construction, or improvement of those assets.

Restricted net position results when constraints placed on net position use are either externally imposed or imposed by law through constitutional provisions or enabling legislation.

Unrestricted net position consists of net position not meeting the definition of the two preceding categories. Unrestricted net position often has constraints on resources that are imposed by management, but can be removed or modified.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function and 2) grants, contributions and interest that are restricted to meeting the operational or capital requirements of a particular function. Property tax and other items not properly included among program revenues are reported instead as general revenues.

(1) *Summary of Significant Accounting Policies (continued from previous page)*

Fund Financial Statements - Separate financial statements are provided for governmental, proprietary, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements. All remaining governmental funds are aggregated and reported as other non-major governmental funds. Combining schedules are also included for the Capital Project Fund accounts.

Fund accounting - The accounts of the District are organized on the basis of funds, each of which is considered to be a separate accounting entity. The operations of each fund are accounted for by providing a separate set of self-balancing accounts which comprise its assets, liabilities, reserves, fund balance/Net Position, revenues and expenditures or expenses, as appropriate. The District has the following funds:

Governmental Fund Types: Governmental fund types are those funds through which most governmental functions typically are financed. Governmental fund reporting focuses on the sources, uses and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental fund assets and liabilities is reported as fund balance. The following are the District's major governmental funds:

General Fund: The General Fund accounts for all sources used to finance District operation and maintenance, except those required to be accounted for in another fund.

Debt Service Fund: The Debt Service Fund is utilized to account for property tax and other revenues to be used for the payment of interest and principal on the District's general long-term debt.

Capital Projects Fund: The Capital Projects Fund is used to account for all resources used in the acquisition and construction of capital facilities and other capital assets.

The other governmental funds of the District are considered non-major and are as follows:

Special Revenue Funds: The Special Revenue Funds account for the revenue sources that are legally restricted to expenditures for specific purposes. These funds consist of the following:

Student Activity Funds: This fund accounts for transactions that occur due to student-related activities from groups and organizations such as athletic and activity events, fundraising and other extra-curricular or co-curricular activities.

Management Fund: This fund is authorized by Iowa Code Section 298.4 and accounts for transactions related to unemployment, early retirement, judgments and settlements and the cost of liability insurance as it relates to property and casualty.

Proprietary Fund Types: Proprietary fund types are used to account for the District's ongoing organizations and activities which are similar to those often found in the private sector. The measurement focus is upon income determination, financial position and cash flows. The following are the District's proprietary funds:

Enterprise Funds: Enterprise funds are used to account for those operations that are financed and operated in a manner similar to private business or where the District has decided that the determination of revenues earned, costs incurred and/or net income is necessary for management accountability. In accordance with Governmental Accounting Standards Board (GASB) Statement No. 20, *Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities that Use Proprietary Fund Accounting*, the District has elected to apply all applicable Financial Accounting Standards Board (FASB) pronouncements, issued on or before November 30, 1989, except for those pronouncements which conflict with or contradict GASB pronouncements.

(1) *Summary of Significant Accounting Policies (continued from previous page)*

The following enterprise funds of the District are considered non-major:

School Nutrition Fund: This fund accounts for transactions related to the school lunch, breakfast and summer food programs authorized by Iowa Code 283A.

Community Daycare Fund: This fund accounts for transactions for before and after school child care and summer child care programs authorized by Iowa Code 298A.12 and 279.49.

Community Education Fund: This fund accounts for transactions for facilities and services to provide further education opportunities to the local area.

Internal Service Funds: The internal service funds are used to account for goods or services provided by one department to other departments of the District on a cost reimbursement basis. The internal service funds are charged back to the Governmental Funds and shown combined in the statement of net position and statement of activities. This chargeback is based on a percentage of total employees by the participants various functional areas. The District has the following internal service funds:

Self-Funded Dental Plan: This fund accounts for transactions for self-insured dental insurance received by District employees in which the District is responsible for paying all claims and administrative costs attributable to the insurance.

Flexible benefits: This fund accounts for transactions for certain benefits available to District employees in which the District is responsible for paying all premiums or costs specified by the employee.

Fiduciary Fund Types: Fiduciary funds account for assets held by the District in a trustee or agency capacity for the benefit of others and cannot be used to support District activities. The District has the following fiduciary fund type:

Private Purpose Trust Fund: This fund accounts for assets held by the District under trust agreements with restrictions of income earned to be used to benefit individuals through scholarship awards.

C. Measurement Focus and Basis of Accounting

The government-wide, proprietary and fiduciary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property tax is recognized as revenue in the year for which it is levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been satisfied.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days after year end.

Property tax, intergovernmental revenues (shared revenues, grants and reimbursements from other governments) and interest associated with the current fiscal period are all considered to be susceptible to accrual. All other revenue items are considered to be measurable and available only when cash is received by the District.

Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, principal and interest on long-term debt, claims and judgments, and compensated absences are recognized as expenditures only when payment is due. Capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financing sources.

(1) *Summary of Significant Accounting Policies (continued from previous page)*

Under terms of grant agreements, the District funds certain programs by a combination of specific cost-reimbursement grants and general revenues. Thus, when program expenses are incurred, there are both restricted and unrestricted Net Position available to finance the program. It is the District's policy to first apply cost-reimbursement grant resources to such programs, and then general revenues.

When an expenditure is incurred in governmental funds which can be paid using either restricted or unrestricted resources, the District's policy is generally to first apply the expenditure toward restricted fund balance and then to less-restrictive classifications – committed, assigned and then unassigned fund balances.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the District's Enterprise Funds are charges to customers for sales and services. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

The District maintains its financial records on the cash basis. The financial statements of the District are prepared by making memorandum adjusting entries to the cash basis financial records.

D. Assets, Liabilities and Fund Equity

The following accounting policies are followed in preparing the financial statements:

Cash, Pooled Investments and Cash Equivalents – The cash balances of most District funds are pooled and invested. Investments are stated at fair value except for the investments in the Iowa Schools Joint Investment Trust and IPAS Education, which are valued at amortized cost, and non-negotiable certificates of deposit, which are stated at cost.

For purposes of the statement of cash flows, all short-term cash investments that are highly liquid are considered to be cash equivalents. Cash equivalents are readily convertible to known amounts of cash, and at the day of purchase, have a maturity date no longer than three months.

Property Tax Receivable – Property tax in the governmental funds are accounted for using the modified accrual basis of accounting.

Property tax receivable is recognized in these funds on the levy or lien date, which is the date that the tax asking is certified by the Board of Education. Delinquent property tax receivable represents unpaid taxes for the current and prior years. The succeeding year property tax receivable represents taxes certified by the Board of Education to be collected in the next fiscal year for the purposes set out in the budget for the next fiscal year. By statute, the District is required to certify its budget in April of each year for the subsequent fiscal year. However, by statute, the tax asking and budget certification for the following fiscal year becomes effective on the first day of that year. Although the succeeding year property tax receivable has been recorded, the related revenue is deferred in both the government-wide and fund financial statements and will not be recognized as revenue until the year for which it is levied.

Property tax revenue recognized in these funds become due and collectible in September and March of the fiscal year with a 1½% per month penalty for delinquent payments; is based on January 1, 2011 assessed property valuations; is for the tax accrual period July 1, 2012 through June 30, 2013 and reflects the tax asking contained in the budget certified to the County Board of Supervisors in April, 2012.

Waukee Community School District
Notes to Financial Statements
Year Ended June 30, 2013

(1) *Summary of Significant Accounting Policies (continued from previous page)*

Due from Other Governments – Due from other governments represents amounts due from the State of Iowa, various shared revenues, grants and reimbursements from other governments.

Inventories – Inventories are valued at the moving average cost for purchased items and contributed value (fair value at the date received) for government commodities and other donated items. Inventories are recorded as expenses when consumed in the Government-wide financial statements and proprietary funds' financial statements. In the governmental fund financial statements, inventories are accounted for using the consumption method whereby inventory acquisitions are recorded in inventory accounts when purchased and are charged to operations when consumed or sold. Therefore, a reservation of governmental fund balance is required. In the proprietary fund financial statements, inventories are recorded at the lower costs (first in, first out method) or market and food commodities which were received from the federal government recorded at the contributed value as of the date received.

Capital Assets – Capital assets, which include property, furniture, and equipment, are reported in the applicable governmental or business type activities columns in the government-wide Statement of Net Position. Capital assets are recorded at historical cost. Donated capital assets are recorded at estimated fair market value at the date of donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Capital assets are defined by the District as assets with an initial, individual cost in excess of the following thresholds and estimated useful lives in excess of two years.

<u>Asset Class</u>	<u>Amount</u>
Land	\$ 2,500
Buildings	2,500
Improvements other than buildings	2,500
Furniture and equipment:	
School Nutrition Fund equipment	500
Other furniture and equipment	2,500

Capital assets (with the exception of land and construction in progress, which are not depreciated) are depreciated using the straight line method over the following estimated useful lives:

<u>Asset Class</u>	<u>Estimated Useful Lives (In Years)</u>
Buildings	50 years
Improvements other than buildings	20 years
Furniture and equipment	5-20 years

Salaries and Benefits Payable - Payroll and related expenditures for teachers with annual contracts corresponding to the current school year, which are payable in July and August, have been accrued as liabilities.

Deferred and Unearned Revenue - Although certain revenues are measurable, they are not available. Available means collected within the current year or expected to be collected soon enough thereafter to be used to pay liabilities of the current year. Deferred revenue in the governmental fund financial statements represent the amount of assets that have been recognized, but the related revenue has not been recognized since the assets are not collected within the current year or expected to be collected soon enough thereafter to be used to pay liabilities of the current year. Deferred revenue consists of the succeeding year's property tax receivable.

Deferred revenue on the Statement of Net Position consists of the succeeding year's property tax receivable that will not be recognized as revenue until the year for which it is levied and other unearned proceeds.

(1) *Summary of Significant Accounting Policies (continued from previous page)*

Compensated Absences – District employees accumulate a limited amount of earned but unused vacation for subsequent use or for payment upon termination, death or retirement. A liability is recorded when incurred in the government-wide financial statements. A liability for these amounts is reported in governmental fund financial statements only for employees that have resigned or retired. The compensated absences liability has been computed based on rates of pay in effect at June 30, 2013. The compensated absences liability attributable to the governmental activities will be paid primarily by the General Fund.

Long-term Liabilities – In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the governmental activities column in the Statement of Net Position.

Fund Equity – In the governmental fund financial statements, fund balances are classified as follows:

Nonspendable – Amounts which cannot be spent either because they are in a nonspendable form or because they are legally or contractually required to be maintained intact.

Restricted – Amounts restricted to specific purposes when constraints placed on the use of the resources are either externally imposed by creditors, grantors or state or federal laws or imposed by law through constitutional provisions or enabling legislation.

Committed – Amounts which can be used only for specific purposes determined pursuant to constraints formally imposed by the Board of Education through resolution approved prior to year end. Those committed amounts cannot be used for any other purpose unless the Board of Education removes or changes the specified use by taking the same action it employed to commit those amounts.

Assigned – Amounts the Board of Education intend to use for a specific purposes. The authority to assign fund balances has been designated to the Chief Financial Officer.

Unassigned – All amounts not included in other spendable classifications.

In governmental funds when an expenditure is incurred that can be paid using either restricted or unrestricted resources, the District's policy is generally to apply the expenditure toward restricted fund balance and then to other, less-restricted classifications – committed, assigned, and then unassigned fund balances.

The District does not have a minimum fund balance policy. They rely on Iowa Statutes for those funds that, by statute, have requirements placed on ending unencumbered cash.

Restricted Net Position – In the government-wide Statement of Net Position, Net Position are reported as restricted when constraints placed on net asset use are either externally imposed by creditors, grantors, contributors or laws and regulations of other governments or imposed by law through constitutional provisions or enabling legislation.

(2) **Budgets and Budgetary Accounting**

In accordance with the Code of Iowa, the District's Board of Education annually adopts a single district wide budget and approves the related appropriations following required public notice and hearing for all funds, except internal service and fiduciary funds. The budgets and related appropriations as well as the financial statements are prepared on the modified accrual basis or accrual basis of accounting. The budget may be amended during the year utilizing similar statutorily prescribed procedures.

Formal and legal budgetary control for the certified budget is based upon four major classes of disbursements known as functions, not by fund. These four functions are instruction, support services, non-instructional programs and other expenditures. The Code of Iowa also provides that District disbursements in the General Fund may not exceed the amount authorized by the school finance formula.

The Board of Education follows these procedures in establishing budgetary data reflected in the financial statements:

**Wauke Community School District
Notes to Financial Statements
Year Ended June 30, 2013**

(2) *Budgets and Budgetary Accounting (continued from previous page)*

1. In accordance with the Statutes of the State of Iowa, prior to March 15, the Board Secretary submits to the Board of Education a proposed operating budget for the fiscal year commencing the following July 1. The operating budget includes proposed expenditures or expenses and the means of financing them for the upcoming year, along with estimates for the current year and actual data for the preceding years. This budget is submitted in summary form, with an administrative control. The legal level of control for the detailed budget is at the functional area level.
2. Public hearings are required to be conducted to obtain taxpayer comment.
3. Prior to April 15, the budget is legally enacted through certification from the County Auditor.
4. Management is authorized to transfer budgeted amounts between departments within any functional area; however, any revisions that alter the total expenditures or expenses of any functional area must be approved by the Board of Education.
5. The Board of Education may amend the budget during the year by holding public hearings and certifying the amendment with the County Auditor. During the year ended June 30, 2013, the instruction and other expenditures functional area expenditures were amend for increases of 6.98% and 63.08%, respectively, to the originally approved budgets.
6. Appropriations lapse at the end of each fiscal year.
7. The budget cannot be amended without the approval of the Board of Education.
8. Unexpended budgetary balance lapse at June 30 and are not available to finance expenditures or expenses of the following year.

As allowed by GASB Statement No. 41, *Budgetary Comparison Schedules - Perspective Differences*, the District presents budgetary comparison schedules as required supplementary information based on the program structure of four functional areas as required by state statute for its legally adopted budget.

(3) **Deposits and Pooled Investments**

As of June 30, 2013, the carrying amount of the District's bank deposits and pooled investments totaled \$54,130,906 with actual bank balances of \$4,338,659 and investment balances of \$49,792,247. Of the bank balances, \$500,000 was covered by federal depository insurance and \$3,838,659 was collateralized by the State Sinking Fund in accordance with Chapter 12C of the Code of Iowa. This chapter provides for additional assessments against the depositories to insure there will be no loss of public funds.

The District is authorized by statute to invest public funds not currently needed for operating expenses in obligations of the United States government, its agencies and instrumentalities; certificates of deposit or other evidences of deposit at federally insured Iowa depository institutions approved by the Board; prime eligible bankers' acceptances; certain high rated commercial paper; perfected repurchase agreements; certain registered open-end management investment companies; and certain joint investment trusts. However, the District's investment policy additionally limits investments in commercial paper to obligations at the time of purchase rated within the two highest ratings issued by nationally recognized statistical rating organizations with a maturity less than 270 days, with no more than 5 percent at the time of purchase placed in the second highest classification and no more than 10 percent of the investment portfolio in these investments. The District's investment policy additionally limits investments in prime bankers' acceptances that mature within 270 days and that are eligible for purchase by a federal reserve bank, with no more than 10 percent of the investment portfolio in these investments.

At June 30, 2013, the District had investments in the following:

Type	Amortized Cost/Fair Value
IPASeducation	\$ 21,287,141
ISJIT	17,561,744
Slgs US Treasury Notes	10,724,020
Money Market Mutual Fund	88,553
Negotiable Certificates of Deposit	130,789
	<u>\$ 49,792,247</u>

**Waukee Community School District
Notes to Financial Statements
Year Ended June 30, 2013**

(3) *Deposits and Pooled Investments (continued from previous page)*

The investments in IPASeducation and ISJIT are valued at an amortized cost pursuant to Rule 2a-7 under the Investment Company Act of 1940. There is no material difference from fair value. In addition, the fair value of the District's financial position in the pool is the same as the value of the pool shares. The negotiable certificates of deposit and money market mutual fund are stated at fair value.

Interest rate risk: Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. As a means of limiting its exposure to fair value losses arising from rising interest rates, the District's investment policy requires operating funds to be invested in investments that mature within 397 days or less. When investing other than operating funds, the investments must mature according to the needs of the funds. Operating funds of the District are funds which are reasonably expected to be used during a current budget year or within 15 months of receipt. The maturity of the District's position in an external investment pool is based on the average maturity of the pool's investments.

Credit risk: The investments in IPASeducation and the money market mutual fund are unrated. The District's investment policy does not formally address credit risk.

Custodial credit risk for deposits: In the case of deposits, this is the risk that in the event of a bank failure, the District's deposits may not be returned to it. The District does not have a deposit policy for custodial credit risk.

The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party. Chapter 12C of the Code of Iowa requires all District funds be deposited into an approved depository and be either insured or collateralized.

At June 30, 2013, the District's deposits with financial institutions were entirely covered by federal depository insurance or insured through the state pooled collateral, state sinking funds and by the state's ability to assess for lost funds.

At June 30, 2013, \$49,792,247 of the District's investments was uninsured or unregistered with securities held by the counterparty's trust department or agent in the District's name.

(4) **Transfers**

The detail of transfers for the year ended June 30, 2013 is as follows:

	Transfers In					
	Governmental Activities			Total Governmental Activities	Business type Activities	
	General	Debt Service	Capital Projects		Nonmajor Enterprise	Total
<u>Transfer Out</u>						
Governmental Activities:						
General	\$ -	-	-	-	222,903	222,903
Debt Service	-	-	2,113	2,113	-	2,113
Capital Projects	-	11,788,744	323,639	12,112,383	-	12,112,383
Business type Activities:						
Nonmajor Enterprise	401	-	-	401	-	401
Total	\$ 401	11,788,744	325,752	12,114,897	222,903	12,337,800

Transfers generally move revenues from the fund statutorily required to collect the resources to the fund statutorily required to expend the resources.

The General Fund transferred rental income to the Nonmajor Enterprise, Community Service Fund.

**Waukee Community School District
Notes to Financial Statements
Year Ended June 30, 2013**

(4) *Transfers (continued from previous page)*

Capital Projects Fund transferred to the Debt Service Fund to pay revenue bonds and capital loan notes. The Debt Service Fund transferred to the Capital Projects Fund for excess funds required for revenue bond payments.

The Nonmajor Enterprise, School Nutrition Fund transferred team nutrition grant revenue to reimburse expenses in the General Fund.

(5) **Capital Assets**

Capital assets activity for the year ended June 30, 2013 is as follows:

	Balance Beginning of Year	Additions	Reductions	Balance End of Year
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 8,374,545	-	636,688	7,737,857
Construction in progress	12,769,312	14,468,694	11,525,932	15,712,074
Total capital assets not being depreciated	<u>21,143,857</u>	<u>14,468,694</u>	<u>12,162,620</u>	<u>23,449,931</u>
Capital assets being depreciated:				
Buildings	156,665,818	14,810,040	-	171,475,858
Improvements other than buildings	7,200,207	259,966	-	7,460,173
Furniture and equipment	4,581,192	390,524	564,031	4,407,685
Total capital assets being depreciated	<u>168,447,217</u>	<u>15,460,530</u>	<u>564,031</u>	<u>183,343,716</u>
Less accumulated depreciation for:				
Buildings	21,086,336	3,408,751	-	24,495,087
Improvements other than buildings	2,419,309	361,186	-	2,780,495
Furniture and equipment	2,387,229	518,975	564,031	2,342,173
Total accumulated depreciation	<u>25,892,874</u>	<u>4,288,912</u>	<u>564,031</u>	<u>29,617,755</u>
Total capital assets being depreciated, net	<u>142,554,343</u>	<u>11,171,618</u>	<u>-</u>	<u>153,725,961</u>
Governmental activities capital assets, net	<u>\$ 163,698,200</u>	<u>25,640,312</u>	<u>12,162,620</u>	<u>177,175,892</u>
Business type activities:				
Furniture and equipment	\$ 3,002,570	617,812	359,672	3,260,710
Less accumulated depreciation	1,394,205	251,600	335,118	1,310,687
Business-type activities capital assets, net	<u>\$ 1,608,365</u>	<u>366,212</u>	<u>24,554</u>	<u>1,950,023</u>
Depreciation expense was charged by the District as follows:				
Governmental activities:				
Instruction:				
Regular				\$ 400,513
Support services:				
Student services				140
Instructional staff services				7,838
Administration				7,193
Operation and maintenance of plant				81,404
Transportation				<u>21,887</u>
				518,975
Unallocated				3,769,937
Total depreciation expense - governmental activities				<u>\$ 4,288,912</u>
Business type activities:				
Food services				\$ 244,048
Community Daycare				<u>7,552</u>
				<u>\$ 251,600</u>

**Waukee Community School District
Notes to Financial Statements
Year Ended June 30, 2013**

(6) Long-Term Liabilities

Changes in long-term liabilities for the year ended June 30, 2013 are summarized as follows:

	Balance Beginning of Year	Additions	Reductions	Balance End of Year	Due Within One Year
Governmental activities:					
Capital loan notes	\$ 10,800,000	4,825,000	7,745,000	7,880,000	2,525,000
Revenue bonds	22,335,000	-	3,000,000	19,335,000	3,180,000
General obligation bonds	110,465,000	2,220,000	7,170,000	105,515,000	6,665,000
Bond discounts, net of amortization	(588,836)	(3,878)	(46,646)	(546,068)	(47,616)
Bond issuance costs, net of amortization	(141,256)	(36,051)	(17,397)	(159,910)	(25,540)
Bond premiums, net of amortization	2,175,169	376,740	261,560	2,290,349	324,681
Early retirement	446,753	81,361	121,171	406,943	142,954
Net OPEB liability	2,204,627	729,632	125,118	2,809,141	-
Compensated absences	188,831	270,178	188,831	270,178	270,178
Total governmental activities	\$ 147,885,288	8,462,982	18,547,637	137,800,633	13,034,657
Business type activities:					
Net OPEB liability	\$ 268,014	-	58,944	209,070	-
Compensated absences	14,535	11,442	14,535	11,442	11,442
Total business type activities	282,549	11,442	73,479	220,512	11,442
Total primary government	\$ 148,167,837	8,474,424	18,621,116	138,021,145	13,046,099

Capital Loan Notes Payable

The district issued \$4,825,000 on March 7, 2013 in refunding capital loan notes for the capital building and equipment purchases for the High School addition project, Maple Grove Elementary building project and Administration Building addition project. The district issued \$4,050,000 on February 28, 2012 in capital loan notes for the capital building and equipment purchases of the High School addition project. The capital loan notes will be repaid using property tax collected in the Capital Projects, Physical Plant and Equipment Levy Fund. Details of the District's June 30, 2013 capital loan note indebtedness are as follows:

Capital Loan Note of March 7, 2013			Capital Loan Note of February 28, 2012			Total		
Interest			Interest					
Rates	Principal	Interest	Rates	Principal	Interest	Principal	Interest	Total
4.00%	\$ 1,520,000	238,033	2.00%	\$ 1,005,000	81,600	\$ 2,525,000	319,633	2,844,633
4.00%	1,620,000	132,200	3.00%	1,020,000	61,500	2,640,000	193,700	2,833,700
4.00%	1,685,000	67,400	3.00%	1,030,000	30,900	2,715,000	98,300	2,813,300
	\$ 4,825,000	437,633		\$ 3,055,000	174,000	\$ 7,880,000	611,633	8,491,633

**Waukee Community School District
Notes to Financial Statements
Year Ended June 30, 2013**

(6) *Long-Term Liabilities (continued from previous page)*

Revenue Bonds

The district issued \$18,900,000 on March 1, 2007 in revenue bonds for the capital facility construction of Maple Grove Elementary and South Middle School. During the year ended June 30, 2012, the district advanced refunded \$5,900,000 of the March 1, 2007 revenue bond and issued \$22,335,000 on June 19, 2012 in revenue bonds. The revenue bond proceeds will be used for the capital facility construction of Woodland Hills Elementary. The revenue bonds will be repaid using statewide sales, service and use tax collected in the Capital Projects, Statewide Sales, Services and Use Tax Fund. Details of the District's June 30, 2013 revenue bond indebtedness is as follows:

Year Ending June 30,	Bond Issue of June 19, 2012			
	Interest Rates	Principal	Interest	Total
2014	2.00%	\$ 3,180,000	622,050	3,802,050
2015	3.00%	900,000	558,450	1,458,450
2016	3.00%	910,000	531,450	1,441,450
2017	3.00%	925,000	504,150	1,429,150
2018	3.00%	945,000	476,400	1,421,400
2019-2023	3.00%	5,095,000	1,943,100	7,038,100
2023-2027	3.00-4.00%	6,030,000	1,011,600	7,041,600
2028-2029	4.00%	1,350,000	54,000	1,404,000
Total		\$ 19,335,000	5,701,200	25,036,200

The district has pledged future statewide sales, services and use tax revenues to repay the \$22,335,000 bonds issued June 19, 2012. The statewide sales, services and use tax revenue bonds were issued for the purpose of defraying a portion of the cost of school infrastructure. The bonds are payable solely from the proceeds of the statewide sales, services and use tax revenue received by the District. The bonds are not a general obligation of the District. However, the debt is subject to the constitutional debt limitation of the District. The total principal and interest remaining to be paid on the bonds is \$25,036,200. For the current year, principal of \$3,000,000 and interest of \$647,948 was paid on the bonds and total statewide sales and services tax revenues were \$6,197,267.

The resolution providing for the issuance of the statewide sales, services and use tax revenue bonds includes the following provisions:

- a) \$2,115,350 of the proceeds from the issuance of the revenue bonds shall be deposited to a reserve account to be used solely for the purpose of paying principal and interest on the bonds if insufficient money is available in the sinking account. The balance of the proceeds shall be deposited to the project account.
- b) All proceeds from the statewide sales, services and use tax shall be placed in a revenue account.
- c) Monies in the revenue account shall be disbursed to make deposits into a sinking account to pay the principal and interest requirements of the revenue bonds for the fiscal year.
- d) Any monies remaining in the revenue account after the required transfer to the sinking account may be transferred to the project account to be used for any lawful purpose.

The District complied with all of the revenue bond provisions during the year ended June 30, 2013.

Waukee Community School District
Notes to Financial Statements
Year Ended June 30, 2013

(6) *Long-Term Liabilities (continued from previous page)*

General Obligation Bonds

During the year ended June 30, 2004 the district issued General Obligation Bonds of \$9,175,000 for capital facility construction. During the year ended June 30, 2005 the district issued General Obligation Bonds of \$11,390,000 for capital facility construction. During the year ended June 30, 2007 the district issued refunding General Obligation Bonds of \$4,435,000 to refinance bonds at lower interest rates that were originally issued for capital facility construction. During the year ended June 30, 2008 the district issued refunding General Obligation Bonds of \$7,165,000 to refinance bonds at lower interest rates that were originally issued for capital facility construction. During the year ended June 30, 2008 the district issued General Obligation Bonds of \$10,000,000 for capital facility construction. During the year ended June 30, 2009 the district issued General Obligation Bonds of \$50,000,000 for capital facility construction. During the year ended June 30, 2009 the district issued refunding General Obligation Bonds of \$2,395,000 to refinance bonds at lower interest rates that were originally issued for capital facility construction. During the year ended June 30, 2010 the district issued refunding General Obligation Bonds of \$15,915,000 to refinance bonds at lower interest rates that were originally issued for capital facility construction. During the year ended June 30, 2011 the district issued General Obligation Bonds of \$10,000,000 for capital facility construction for the High School addition project. During the year ended June 30, 2012 the district issued refunding General Obligation Bonds of \$8,390,000 to refinance bonds at lower interest rates that were originally issued for capital facility construction. During the year ended June 30, 2013 the district issued refunding General Obligation Bonds of \$2,220,000 to refinance bonds at lower interest rates that were originally issued for capital facility construction. Details of the District's June 30, 2013 general obligation bonded indebtedness are as follows:

Year Ending June 30,	June 1, 2004 Issue			February 1, 2005 Issue		
	Interest Rates	Principal	Interest	Interest Rates	Principal	Interest
2014	4.00%	\$ 105,000	362,700	3.40%	\$ 300,000	137,438
2015	3.80%	110,000	358,500	3.50%	300,000	127,237
2016	3.90%	115,000	354,320	3.60%	300,000	116,738
2017	4.00%	110,000	349,835	3.70%	325,000	105,937
2018	4.10%	115,000	354,320	3.80%	325,000	93,913
2019-2023	4.15-4.40%	3,815,000	1,550,205	3.90-4.10%	1,675,000	278,425
2024-2028	4.50%	3,855,000	173,475	4.15%	350,000	14,525
Total		<u>\$ 8,225,000</u>	<u>3,503,355</u>		<u>\$ 3,575,000</u>	<u>874,213</u>

Year Ending June 30,	July 1, 2006 Refunding Bond Issue			April 1, 2008 Refunding Bond Issue		
	Interest Rates	Principal	Interest	Interest Rates	Principal	Interest
2014	4.25%	\$ 320,000	142,375	3.50%	\$ 785,000	185,000
2015	4.25%	200,000	128,775	3.50%	930,000	157,525
2016	4.25%	230,000	120,275	3.75%	945,000	124,975
2017	4.25%	855,000	110,500	3.50%	965,000	89,538
2018	4.25%	1,745,000	111,987	3.63%	970,000	55,762
2019-2023	-	-	-	4.00%	515,000	20,600
2024-2028	-	-	-	-	-	-
Total		<u>\$ 3,350,000</u>	<u>613,912</u>		<u>\$ 5,110,000</u>	<u>633,400</u>

Waukee Community School District
Notes to Financial Statements
Year Ended June 30, 2013

(6) Long-Term Liabilities
General Obligation Bonds (continued from previous page)

Year Ending June 30,	April 1, 2008 Issue			May 1, 2009 Issue		
	Interest Rates	Principal	Interest	Interest Rates	Principal	Interest
2014	3.50%	\$ 300,000	238,396	4.00%	\$ 1,285,000	1,984,581
2015	3.63%	315,000	227,896	3.50%	1,335,000	1,933,181
2016	3.50%	325,000	216,478	3.50%	1,385,000	1,886,456
2017	3.50%	340,000	205,102	4.00%	1,445,000	1,837,981
2018	3.50%	355,000	193,202	4.00%	1,500,000	1,780,181
2019-2023	3.65-4.00%	2,045,000	748,777	4.00%	8,200,000	7,966,505
2024-2028	4.00%	2,545,000	314,400	4.125-5.00%	29,000,000	4,791,625
Total		\$ 6,225,000	2,144,251		\$ 44,150,000	22,180,510

Year Ending June 30,	June 23, 2009 Refunding Bond Issue			April 1, 2010 Refunding Bond Issue		
	Interest Rates	Principal	Interest	Interest Rates	Principal	Interest
2014	3.85%	\$ 150,000	70,110	2.00%	\$ 480,000	435,550
2015	3.85%	150,000	64,335	2.00%	490,000	425,950
2016	3.85%	155,000	58,560	3.00%	505,000	416,150
2017	3.85%	200,000	52,592	3.00%	685,000	401,000
2018	3.85%	205,000	44,892	3.00%	765,000	380,450
2019-2023	3.85-4.00%	925,000	58,000	3.00-3.50%	10,540,000	1,141,325
2024-2028		-	-		-	-
Total		\$ 1,785,000	348,489		\$ 13,465,000	3,200,425

Year Ending June 30,	July 13, 2011 Issue			June 5, 2012 Refunding Bond Issue		
	Interest Rates	Principal	Interest	Interest Rates	Principal	Interest
2014	0.80%	\$ 720,000	195,238	3.00%	\$ -	251,700
2015	1.10%	735,000	189,477	3.00%	185,000	251,700
2016	1.50%	745,000	181,392	3.00%	190,000	246,150
2017	1.75%	765,000	170,218	3.00%	190,000	240,450
2018	2.00%	785,000	156,830	3.00%	195,000	234,750
2019-2023	2.00-2.75%	4,310,000	507,960	3.00%	3,985,000	1,018,800
2024-2028	3.00-3.10%	960,000	29,760	3.00%	3,645,000	109,350
Total		\$ 9,020,000	1,880,525		\$ 8,390,000	2,352,900

Year Ending June 30,	March 7, 2013 Refunding Bond Issue			Total		
	Interest Rates	Principal	Interest	Principal	Interest	Total
2014	0.35%	\$ 2,220,000	9,583	\$ 6,665,000	4,012,671	10,677,671
2015		-	-	4,750,000	3,864,576	8,614,576
2016		-	-	4,895,000	3,721,494	8,616,494
2017		-	-	5,880,000	3,563,153	9,443,153
2018		-	-	6,960,000	3,406,287	10,366,287
2019-2023		-	-	36,010,000	13,290,597	49,300,597
2024-2028		-	-	40,355,000	5,433,135	45,788,135
Total		\$ 2,220,000	9,583	\$ 105,515,000	37,291,913	142,806,913

Waukee Community School District
Notes to Financial Statements
Year Ended June 30, 2013

(6) *Long-Term Liabilities (continued from previous page)*

Early Retirement

The District offers a voluntary early retirement plan to its employees. Eligible employees must be at least 55 years old on June 30 and employees must have completed 10 years of continuous service to the District. Employees must complete an application which is required to be approved by the Board of Education.

The early retirement incentive for each eligible employee is equal to 50% of the current year's salary. In addition, the District will pay an amount equal to \$4,800 per year towards the cost of medical insurance until the employee becomes eligible for Medicare. The early retirement cash benefits will be paid in July following the start of retirement into a tax shelter annuity of the employer's choice. Early retirement benefits are paid by the Special Revenue, Management Levy Fund.

At June 30, 2013, the District has obligations to 29 participants with a total liability of \$406,943. Actual early retirement expenditures for the year ended June 30, 2013 totaled \$121,171. The early retirement is recorded as a long-term liability of the governmental activities in the government-wide financial statements.

(7) **Advance Refunding**

On June 5, 2012, the District issued \$8,390,000 in general obligation bonds to advance refund \$8,120,000 of outstanding general obligation bonds dated June 1, 2004. The proceeds of the refunding issue have been placed in an irrevocable escrow account and have been invested in U.S. Government obligations which have been certified to be sufficient to pay all principal and interest on the refunded bonds. The new advance refunding bonds have been added to the appropriate financial statements and schedules. The district remains contingently liable in the remote possibility the account is insufficient to pay the refunding bonds. At June 30, 2013, \$8,120,000 of such bonds is outstanding. The district remains liable for the interest on the callable portion of the bonds through fiscal year end 2014. The escrow funds pays interest on the new advance refunding bonds until that time. No advance payments on the June 1, 2004 general obligation bonds were paid in the current year and final payment to pay off these bonds is expected to take place June 1, 2014. Interest of \$248,903 was paid on the bond during the fiscal year ended June 30, 2013.

On March 7, 2013, the District issued \$4,825,000 in capital loan notes to advance refund \$5,160,000 of outstanding capital loan notes dated June 1, 2006. This advance refunding was undertaken to reduce total debt service payments over the next 3 years by \$315,367 resulted in an economic gain of \$312,652. These 2006 existing bonds were called by the District on March 7, 2013 and paid in their entirety.

On March 7, 2013, the District issued \$2,220,000 in general obligation bonds to advance refund \$2,220,000 of outstanding general obligation bonds dated June 1, 2006. This advance refunding was undertaken to reduce total debt service payments over the next 3 years by \$145,840 and resulted in an economic gain of \$109,522.

(8) **Operating Leases**

The District is obligated under an equipment lease for a truck and SUV. These leases are accounted for as operating leases. Operating leases do not give rise to property rights or lease obligations and therefore are not included as capital assets or long-term liabilities in the Government-wide financial statements. The agreement provides for monthly lease payments of \$482 for the truck, and \$425 for the SUV. The total payments under the lease agreement for the year ended June 30, 2013 were \$6,156.

The total annual lease payments under the lease agreements are as follows:

Year ending June 30,	Truck Lease	SUV Lease	Total Leases
2014	\$ 5,788	5,100	10,888
2015	5,788	5,100	10,888
2016	5,788	4,250	10,038
2017	482	-	482
	\$ 17,846	14,450	32,296

**Waukee Community School District
Notes to Financial Statements
Year Ended June 30, 2013**

(9) Other Post-Employment Benefits (OPEB)

Plan Description - The District operates a single-employer retiree benefit plan which provides medical and prescription drug benefits for retirees and their spouses. There are 756 active and 38 retired members in the plan. Participants must be age 55 or older at retirement and must have been employed full time by the District for a minimum of 15 consecutive years prior to the retirement year.

The medical/prescription drug coverage provides eligible retirees with health care coverage through one of two medical plans offered through Wellmark: Blue Access HMO and Alliance Select PPO. Retirees under age 65 pay the same premium for the medical/prescription drug benefit as active employees, which results in an implicit subsidy and an OPEB liability.

Funding Policy - The contribution requirements of plan members are established and may be amended by the District. The District currently finances the retiree benefit plan on a pay-as-you-go basis.

Annual OPEB Cost and Net OPEB Obligation - The District's annual OPEB cost is calculated based on the annual required contribution (ARC) of the District, an amount actuarially determined in accordance with GASB Statement No. 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities over a period not to exceed 30 years.

The following table shows the components of the District's annual OPEB cost for the years ended June 30, 2013, 2012 and 2011 the amount actually contributed to the plan and changes in the District's net OPEB obligation:

	2013	2012	2011
Annual required contribution	\$ 663,000	1,042,000	1,042,000
Interest on net OPEB obligation	111,000	82,215	48,000
Adjustment to annual required contribution	(94,000)	(85,574)	(41,000)
Annual OPEB cost	680,000	1,038,641	1,049,000
Contributions made	(134,430)	(393,000)	(292,248)
Increase in net OPEB obligation	545,570	645,641	756,752
Net OPEB obligation beginning of year	2,474,651	1,829,010	1,072,258
Net OPEB obligation end of year	\$ 3,020,221	2,474,651	1,829,010

For calculation of the net OPEB obligation, the actuary has used the valuation day as July 1, 2012. The end of year net OPEB obligation was calculated by the actuary as the cumulative difference between the actuarially determined funding requirements and the actual contributions for the year ended June 30, 2013.

For the year ended June 30, 2013, the District contributed \$134,430. Retiree and active members receiving benefits contributed \$48,113 through their required contribution based on which plan the employee belongs to and whether single or family coverage is elected.

The District's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan and the net OPEB obligation as of June 30, 2013 are summarized as follows:

Year Ended	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
June 30, 2011	\$ 1,049,000	27.86%	\$ 1,827,000
June 30, 2012	1,038,641	37.84%	2,472,641
June 30, 2013	680,000	19.77%	3,018,211

Waukee Community School District
Notes to Financial Statements
Year Ended June 30, 2013

(9) *Other Post-Employment Benefits (OPEB) (continued from previous page)*

Funded Status and Funding Progress - As of July 1, 2012, the most recent actuarial valuation date for the period July 1, 2012 through June 30, 2013, the actuarial accrued liability was \$3,974,000, with no actuarial value of assets, resulting in an unfunded actuarial accrued liability (UAAL) of \$3,974,000. The covered payroll (annual payroll of active employees covered by the plan) was approximately \$40,908,492 and the ratio of the UAAL to covered payroll was 9.7%. As of June 30, 2013, there were no trust fund assets.

Actuarial Methods and Assumptions - Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality and the health care cost trend. Actuarially determined amounts are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The Schedule of Funding Progress, presented as Required Supplementary Information in the section following the Notes to Financial Statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Projections of benefits for financial reporting purposes are based on the plan as understood by the employer and the plan members and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

As of the July 1, 2012 actuarial valuation date, the projected unit credit actuarial cost method was used. The actuarial assumption includes a 4.5% discount rate based on the District's funding policy. The projected annual medical trend rate is 11%. The ultimate medical trend rate is 5%. The medical trend rate is reduced 0.5% each year until reaching the 5% ultimate trend rate. Both rates include a 0% inflation rate assumption.

Mortality rates are from the RP2000 Group Annuity Mortality Table, applied on a gender-specific basis. Annual retirement and termination probabilities were developed from the retirement probabilities from the IPERS Actuarial Report as of June 30, 2012 and applying the termination factors used in the IPERS Actuarial Report as of June 30, 2012.

The District will pay an amount not to exceed \$4,800 per year toward the cost of the single medical insurance premium. Premium amounts in excess of \$4,800 annually will be the responsibility of the retiree. This allowance is available each year until the employee becomes eligible for Medicare. Employees may not choose to receive the insurance allowance in cash in lieu of medical coverage.

There are currently 38 grandfathered retirees receiving a subsidy for the District under different retirement provisions. Below is a description of the monthly subsidy levels by retirement year paid by the District.

Date Retired	HMO	PPO
Through 6/30/06	100% of current premium	100% of current premium
7/1/06 thru 6/30/07	\$ 270.46	\$ 338.71
7/1/07 thru 6/30/08	265.05	331.94
7/1/08 thru 6/30/09	261.96	339.45

Per capita health claim costs are developed by age adjusting the premiums shown above.

The age 60 per capita health claim costs for retirees and spouses are as follows:

Per Capita Cost	HMO	PPO
Premium	\$ 6,810.95	\$ 8,825.69

The salary increase rate was assumed to be 3.5% per year. The UAAL is being amortized as a level percentage of projected payroll expense on an open basis over 30 years.

(10) Pension and Retirement Benefits

The District contributes to the Iowa Public Employees Retirement System (IPERS) which is a cost-sharing multiple-employer defined benefit pension plan administered by the State of Iowa. IPERS provides retirement and death benefits which are established by State statute to plan members and beneficiaries. IPERS issues a publicly available financial report that includes financial statements and required supplementary information. The report may be obtained by writing to IPERS, P.O. Box 9117, Des Moines, Iowa, 50306-9117.

Plan members are required to contribute 5.78% of their annual covered salary and the District is required to contribute 8.67% of annual covered salary. Contribution requirements are established by state statute. The District's contribution to IPERS for the years ended June 30, 2013, 2012 and 2011 were \$3,573,286, \$3,040,240, and \$2,389,224, respectively, equal to the required contributions for each year.

(11) Risk Management

Waukee Community School District is exposed to various risks of loss related to torts; theft; damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters. These risks are covered by the purchase of commercial insurance. The District assumes liability for any deductibles and claims in excess of coverage limitations. During the year ended June 30, 2013, there were no significant reductions in coverage. Settled claims from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

Partial Self-Funded Dental Insurance Plan

The District began a partial self-funded dental insurance plan during the year ended June 30, 2005. The plan is administered through a service agreement with Seabury and Smith. The District assumes liability for a maximum of the first \$1,000 of dental claims for each employee who participates in the plan. Employees participating in the plan are charged a premium each year to cover any estimated costs of the plan. The District reports the plan in the Internal Service, Self-Funded Dental Plan Fund. There was no claims liability at June 30, 2013.

A reconciliation of changes in the aggregate liabilities for claims for year ending is as follows:

	2013	2012
Unpaid claims at beginning of year	\$ -	-
Incurred claims	242,652	240,360
Payment	242,652	240,360
Unpaid claims at end of year	<u>\$ -</u>	<u>-</u>

(12) Area Education Agency

The District is required by the Code of Iowa to budget for its share of special education support, media and educational services provided through the area education agency. The District's actual amount for this purpose totaled \$2,804,317 for the year ended June 30, 2013 and is recorded in the General Fund by making a memorandum adjusting entry to the financial statements.

(13) Construction Commitments

The District has active construction projects as of June 30, 2013. The projects include construction on the new 8-9 Timberline building project, Woodland Hill Elementary building project, Eason Elementary HVAC project and the Vince Meyer Learning Center renovation project. At the end of the year, the District paid \$15,712,074 with \$27,102,179 of outstanding contract agreements to be paid upon completion of the capital projects.

(14) Disaggregation of Receivables and Payables

Receivables and payables are disaggregated on the face of the basic financial statements. All receivables are expected to be collected within the next year.

**Waukee Community School District
Notes to Financial Statements
Year Ended June 30, 2013**

(15) Due from Other Governments

Amount due from other governments by Fund as of June 30, 2013 are as follows:

	Governmental Activities				Grand Total
	General Fund	Capital Projects Fund	Debt Service Fund	Nonmajor Governmental Funds	
Local sources:					
Tuition	\$ 248,440	-	-	-	248,440
Statewide sales, services and use tax	-	1,001,689	-	-	1,001,689
	<u>248,440</u>	<u>1,001,689</u>	<u>-</u>	<u>-</u>	<u>1,250,129</u>
State sources:					
Non-public transportation	206,591	-	-	-	206,591
Foster care general ed claim	5,968	-	-	-	5,968
Foster care special ed claim	66,930	-	-	-	66,930
Non-public special ed claim	1,628	-	-	-	1,628
Vocational aid	4,959	-	-	-	4,959
Military credit	504	75	181	29	789
	<u>286,580</u>	<u>75</u>	<u>181</u>	<u>29</u>	<u>286,865</u>
Federal sources:					
Title I	25,442	-	-	-	25,442
Title I SINA	10,340	-	-	-	10,340
Title III	21,589	-	-	-	21,589
Title IIA	57,555	-	-	-	57,555
Title VIA	8,982	-	-	-	8,982
Medicaid	29,541	-	-	-	29,541
	<u>153,449</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>153,449</u>
Total due from other governments	<u>\$ 688,469</u>	<u>1,001,764</u>	<u>181</u>	<u>29</u>	<u>1,690,443</u>

(16) Deficit Net Position

The District had deficit unrestricted Net Position in the Nonmajor Enterprise, Community Services Fund of \$19,710.

(17) Restricted Categorical Funds

The District's restricted fund balance for categorical funds at June 30, 2013 is comprised of the following programs:

Program	Amount
Dropout and dropout prevention	\$ 787,886
Gifted and talented	11,139
Educator quality, model core curriculum	151,482
Educator quality, professional development	2,652
Textbook aid for nonpublic students	66
Total categorical funding	<u>\$ 953,225</u>

(18) New Pronouncements

As of June 30, 2013, GASB had issued several statements not yet required to be implemented by the District. The Statements which might impact the District are as follows:

GASB Statement No. 60, Accounting and Financial Reporting for Service Concession Arrangements, issued November 2011, will be effective for the District with its year ending June 30, 2014. This Statement is intended to improve financial reporting by addressing issues related to service concession arrangements, which are a type of public-private or public-public partnerships.

GASB Statement No. 67, Financial Report for Pension Plans - an Amendment of GASB Statement No. 25, issued June 2013, will be effective for the District beginning with its year ending June 30, 2014. This Statement will improve financial reporting primarily through enhanced note disclosures and schedules of required supplementary information that will be presented by the pension plans that are within its scope. The new information will enhance the decision-usefulness of the financial reports of these pension plans, their value for assessing accountability, and their transparency by providing information about measures of net pension liabilities and explanations of how and why those liabilities changed from year to year. The net pension liability information, including ratios, will offer an up-to-date indication of the extent to which the total pension liability is covered by the fiduciary net position of the pension plan. The comparability of the reported information for similar types of pension plans will be improved by the changes related to the attribution method used to determine the total pension liability. The contribution schedule will provide measures to evaluate decisions related to the assessment of contribution rates in comparison to actuarially determined rates, when such rates are determined. In that circumstance, it also will provide information about whether employers and nonemployer contributing entities, if applicable, are keeping pace with actuarially determined contribution measures. In addition, new information about rates of return on pension plan investments will inform financial report users about the effects of market conditions on the pension plan's assets over time and provide information for users to assess the relative success of the pension plan's investment strategy and the relative contribution that investment earnings provide to the pension plan's ability to pay benefits to plan members when they come due. resolves conflicting account and financial reporting guidance that could diminish the consistency of financial reporting and thereby enhance the usefulness of the financial reports.

GASB Statement No. 68, Accounting and Financial Reporting for Pensions - an Amendment of GASB Statement No. 27, issued June 2013, will be effective for the District beginning with its year ending June 30, 2014. This Statement will improve the decision-usefulness of information in employer and governmental nonemployer contributing entity financial reports and will enhance its value for assessing accountability and interperiod equity by requiring recognition of the entire net pension liability and a more comprehensive measure of pension expense. Decision-usefulness and accountability also will be enhanced through new note disclosures and required supplementary information, as follows:

- More robust disclosures of assumptions will allow for better informed assessments of the reasonableness of pension measurements.
- Explanations of how and why the net pension liability changed from year to year will improve transparency.
- The summary net pension liability information, including ratios, will offer an indication of the extent to which the total pension liability is covered by resources held by the pension plan.
- The contribution schedules will provide measures to evaluate decisions related to the assessment of contribution rates—in comparison to actuarially, statutorily, or contractually determined rates, when such rates are determined. It also will provide information about whether employers and nonemployer contributing entities, if applicable, are keeping pace with those contribution rates.

The consistency and transparency of the information reported by employers and governmental nonemployer contributing entities about pension transactions will be improved by requiring:

- The use of a discount rate that considers the availability of the pension plan's fiduciary net position associated with the pensions of current active and inactive employees and the investment horizon of those resources, rather than utilizing only the long-term expected rate of return regardless of whether the pension plan's fiduciary net position is projected to be sufficient to make projected benefit payments and is expected to be invested using a strategy to achieve that return
- A single method of attributing the actuarial present value of projected benefit payments to periods of employee service, rather than allowing a choice among six methods with additional variations
- Immediate recognition in pension expense, rather than a choice of recognition periods, of the effects of changes of benefit terms and the effects of projected pension plan investment earnings

(18) *New Pronouncements (continued from previous page)*

- Recognition of pension expense that incorporates deferred outflows of resources and deferred inflows of resources related to pensions over a defined, closed period, rather than a choice between an open or closed period.

The comparability of reported pension information also will be improved by the changes related to the attribution method used to determine service cost and the total pension liability, requirements for immediate recognition in pension expense of certain items, and the establishment of standardized expense recognition periods for amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions.

(19) **Subsequent Event**

The District issued \$16,785,000 in Sales and Service Tax Revenue Bonds on July 10, 2013. The bond proceeds will be used to finance construction costs for the new 8-9 Timberline building facility. Total costs for the project will be approximately \$32 million. Timberline is anticipated to be completed and open for the start of the 2015-16 school year.

Required Supplementary Information

Waukee Community School District
Schedule or Funding Progress for the Retiree Health Plan
Required Supplementary Information
Year ended June 30, 2013

Year Ended June 30,	Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
2011	July 1, 2010	\$ -	5,253,000	5,253,000	0.0%	31,893,162	16.5%
2012	July 1, 2010	-	5,253,000	5,253,000	0.0%	37,224,617	14.1%
2013	July 1, 2012	-	3,974,000	3,974,000	0.0%	40,908,492	9.7%

See Note 9 in the accompanying Notes to Financial Statements for the plan description, funding policy, annual OPEB cost, net OPEB obligation, funded status and funding progress.

See accompanying independent auditor's report.

Waukee Community School District
Budgetary Comparison Schedule of Revenues, Expenditures and Changes in Balances
Budget and Actual - All Governmental Funds and Proprietary Funds
Required Supplementary Information
Year ended June 30, 2013

	Governmental Funds Actual	Proprietary Funds Actual	Total Actual	Budgeted Amounts	Budgeted Amounts	Final to Actual Variance- Positive (Negative)
				Original	Final	
Revenues:						
Local sources	\$ 53,287,592	4,187,990	57,475,582	77,110,323	77,110,323	(19,634,741)
State sources	33,947,675	29,642	33,977,317	37,708,086	37,708,086	(3,730,769)
Federal sources	1,370,769	998,647	2,369,416	2,670,000	2,670,000	(300,584)
Total revenues	88,606,036	5,216,279	93,822,315	117,488,409	117,488,409	(23,666,094)
Expenditures:						
Instruction	45,694,096	-	45,694,096	43,000,000	46,000,000	305,904
Support services	18,698,500	145,660	18,844,160	25,400,000	25,400,000	6,555,840
Non-instructional programs	-	4,961,845	4,961,845	11,500,000	11,500,000	6,538,155
Other expenditures	46,865,655	-	46,865,655	34,858,688	56,848,182	9,982,527
Total expenditures	111,258,251	5,107,505	116,365,756	114,758,688	139,748,182	23,382,426
Excess (deficiency) of revenues over (under) expenditures	(22,652,215)	108,774	(22,543,441)	2,729,721	(22,259,773)	(283,668)
Other financing sources (uses), net	7,880,527	625,603	8,506,130	17,000,000	17,000,000	(8,493,870)
Excess (deficiency) of revenues and other financing sources over (under) expenditures	(14,771,688)	734,377	(14,037,311)	19,729,721	(5,259,773)	(8,777,538)
Balances beginning of year	58,283,483	3,718,761	62,002,244	73,119,530	73,119,530	(11,117,286)
Balances end of year	\$ 43,511,795	4,453,138	47,964,933	92,849,251	67,859,757	(19,894,824)

See accompanying independent auditor's report

(1) Basis of Presentation

The District operates within the budget requirements for school districts as specified by state law and as prescribed by the Iowa Department of Management. Budgets are prepared in accordance with accounting principles generally accepted in the United States of America (GAAP).

For the fiscal year beginning July 1, a proposed budget is adopted by the Board and filed with the County Auditor no later than April 15. The budget is certified by the County Auditor to the Department of Management.

Once adopted, the budget can be amended by the Board. The amendment must be published and a public hearing conducted prior to the amendment. Any amendments must be certified to the County Auditor no later than May 31. The proposed expenditure budget is advertised in the local newspaper, together with a notice of public hearing. During the year ended June 30, 2013, the District adopted a budget amendment increasing budgeted expenditures by \$24,989,494.

The legal level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is the functional area for a budgeted governmental and enterprise funds in total, rather than by individual fund type. Formal and legal budgetary control is based on four major classes of expenditures known as functional areas. These four functional areas are instruction, support services, non-instructional programs and other expenditures. The Code of Iowa also provides that District expenditures in the General Fund may not exceed the amount authorized by the school finance formula. Authorized expenditures cannot exceed the lesser of the certified budget plus any allowable amendments, or the authorized budget, which is the sum of the District's cost for that year plus the actual miscellaneous income received for that year plus the actual unspent balance from the preceding year. Appropriations, as adopted and amended, lapse at the end of the fiscal year.

The District is required by the Code of Iowa to budget for its share of media, education services and special education support provided through the local area education agency. The District's actual amount for this purpose totaled \$2,804,317 for the year ended June 30, 2013.

Supplementary Information

Waukee Community School District
Combining Balance Sheet
Non-Major Governmental Funds
June 30, 2013

	Special Revenue		
	Management	Student Activity	Total
Assets			
Current assets:			
Cash and pooled investments	\$ 4,133,697	532,103	4,665,800
Receivables:			
Property tax:			
Delinquent	3,629	-	3,629
Succeeding year	999,996	-	999,996
Accounts	-	13	13
Due from other governments	29	-	29
Total assets	\$ 5,137,351	532,116	5,669,467
Liabilities and Fund Balances			
Current liabilities:			
Accounts payable	\$ 3,780	44,946	48,726
Salaries and benefits payable	-	3,014	3,014
Deferred revenue:			
Succeeding year property tax	999,996	-	999,996
Deposits payable	10,987	-	10,987
Total liabilities	<u>1,014,763</u>	<u>47,960</u>	<u>1,062,723</u>
Fund balances:			
Restricted for:			
Management levy purposes	4,122,588	-	4,122,588
Student activities	-	484,156	484,156
Total fund balances	<u>4,122,588</u>	<u>484,156</u>	<u>4,606,744</u>
Total liabilities and fund balances	\$ 5,137,351	532,116	5,669,467

See accompanying independent auditor's report.

Schedule 2

Waukee Community School District
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances
Non-Major Governmental Funds
Year ended June 30, 2013

	Special Revenue		
	Management	Student Activity	Total
Revenues:			
Local sources:			
Local tax	\$ 1,495,610	-	1,495,610
Other	57,530	955,469	1,012,999
Total revenues	<u>1,553,140</u>	<u>955,469</u>	<u>2,508,609</u>
Expenditures:			
Current:			
Instruction:			
Regular	366,953	-	366,953
Other	-	983,222	983,222
Support services:			
Administration	10,900	-	10,900
Operation and maintenance of plant	261,246	-	261,246
Total expenditures	<u>639,099</u>	<u>983,222</u>	<u>1,622,321</u>
Excess(deficiency) of revenues over(under) expenditures	914,041	(27,753)	886,288
Fund balances beginning of year	<u>3,208,547</u>	<u>511,909</u>	<u>3,720,456</u>
Fund balances end of year	<u>\$ 4,122,588</u>	<u>484,156</u>	<u>4,606,744</u>

See accompanying independent auditor's report.

Schedule 3

Waukee Community School District
Combining Balance Sheet
Capital Project Accounts
June 30, 2013

	Capital Projects			
	Statewide Sales, Services and Use Tax	Physical Plant and Equipment Levy	Other Capital Projects	Total
Assets				
Cash and pooled investments	\$ 16,083,931	1,754,479	7,992	17,846,402
Receivables:				
Property tax:				
Delinquent	-	11,064	-	11,064
Succeeding year	-	4,935,501	-	4,935,501
Accounts	-	5,200	-	5,200
Due from other governments	1,001,689	75	-	1,001,764
Total assets	\$ 17,085,620	6,706,319	7,992	23,799,931
Liabilities and Fund Balances				
Liabilities:				
Accounts payable	\$ 943,953	433,343	-	1,377,296
Deferred revenue:				
Succeeding year property tax	-	4,935,501	-	4,935,501
Deposits payable	167,850	-	-	167,850
Total liabilities	1,111,803	5,368,844	-	6,480,647
Fund balances:				
Restricted for:				
Debt service	2,115,350	-	-	2,115,350
School infrastructure	13,858,467	-	7,992	13,866,459
Physical plant and equipment	-	1,337,475	-	1,337,475
Total fund balances	15,973,817	1,337,475	7,992	17,319,284
Total liabilities and fund balances	\$ 17,085,620	6,706,319	7,992	23,799,931

See accompanying independent auditor's report.

Schedule 4

Waukee Community School District
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances
Capital Project Accounts
Year ended June 30, 2013

	Capital Projects			Total
	Statewide Sales, Services and Use Tax	Physical Plant and Equipment Levy	Other Capital Projects	
Revenues:				
Local sources:				
Local tax	\$ 6,197,267	4,672,232	-	10,869,499
Other	68,838	1,459	4,409	74,706
Total revenues	<u>6,266,105</u>	<u>4,673,691</u>	<u>4,409</u>	<u>10,944,205</u>
Expenditures:				
Current:				
Support services:				
Administration	12,087	202,968	1,192	216,247
Other expenditures:				
Facilities acquisition	12,928,299	7,528,329	339,091	20,795,719
Debt issuance costs	17,000	19,051	-	36,051
Total expenditures	<u>12,957,386</u>	<u>7,750,348</u>	<u>340,283</u>	<u>21,048,017</u>
Deficiency of revenues under expenditures	(6,691,281)	(3,076,657)	(335,874)	(10,103,812)
Other financing sources (uses):				
Advance refunding of capital loan notes	-	4,825,000	-	4,825,000
Premium on the issuance of debt	-	376,740	-	376,740
Discount on the issuance of debt	-	(3,878)	-	(3,878)
Sale of real property	-	684,000	-	684,000
Transfers in	2,113	-	323,639	325,752
Transfers out	(3,648,448)	(8,140,296)	(323,639)	(12,112,383)
Total other financing uses	<u>(3,646,335)</u>	<u>(2,258,434)</u>	<u>-</u>	<u>(5,904,769)</u>
Deficiency of revenues under expenditures and other financing uses	(10,337,616)	(5,335,091)	(335,874)	(16,008,581)
Fund balances beginning of year	<u>26,311,433</u>	<u>6,672,566</u>	<u>343,866</u>	<u>33,327,865</u>
Fund balances end of year	<u>\$ 15,973,817</u>	<u>1,337,475</u>	<u>7,992</u>	<u>17,319,284</u>

See accompanying independent auditor's report.

Waukee Community School District
Combining Schedule of Net Position
Proprietary Funds
June 30, 2013

	Business Type Activities				Governmental Activities		
	Nonmajor Enterprise Funds				Internal Service Funds		
	School Nutrition	Community Daycare	Community Education	Total	Flexible Benefits	Self-funded Dental Plan	Total
Assets							
Current assets:							
Cash and pooled investments	\$ 1,580,451	1,220,920	7,277	2,808,648	53,884	326,770	380,654
Receivables:							
Accounts	5,061	28,229	7,187	40,477	-	-	-
Inventories	33,374	7,545	-	40,919	-	-	-
Total current assets	1,618,886	1,256,694	14,464	2,890,044	53,884	326,770	380,654
Noncurrent assets:							
Capital assets:							
Equipment	3,199,339	61,371	-	3,260,710	-	-	-
Accumulated depreciation	(1,283,253)	(27,434)	-	(1,310,687)	-	-	-
Total noncurrent assets	1,916,086	33,937	-	1,950,023	-	-	-
Total assets	3,534,972	1,290,631	14,464	4,840,067	53,884	326,770	380,654
Liabilities							
Current liabilities:							
Accounts payable	6,528	13,391	5,463	25,382	-	-	-
Salaries and benefits payable	1,895	45,347	17,461	64,703	-	-	-
Compensated absences	4,274	4,929	2,239	11,442	-	-	-
Unearned revenue	74,924	-	1,408	76,332	-	-	-
Total current liabilities	87,621	63,667	26,571	177,859	-	-	-
Noncurrent liabilities:							
Net OPEB liability	167,256	34,211	7,603	209,070	-	-	-
Total noncurrent liabilities	167,256	34,211	7,603	209,070	-	-	-
Total liabilities	254,877	97,878	34,174	386,929	-	-	-
Net Position							
Invested in capital assets	1,916,086	33,937	-	1,950,023	-	-	-
Unrestricted	1,364,009	1,158,816	(19,710)	2,503,115	53,884	326,770	380,654
Total net position	\$ 3,280,095	1,192,753	(19,710)	4,453,138	53,884	326,770	380,654

See accompanying independent auditor's report

Waukee Community School District
Combining Schedule of Revenues, Expenses and Changes in Fund Net Position
Proprietary Funds
Year ended June 30, 2013

	Business Type Activities				Governmental Activities		
	Nonmajor Enterprise Funds				Internal Service Funds		
	School Nutrition	Community Daycare	Community Education	Total	Flexible Benefits	Self-funded Dental Plan	Total
Operating revenue:							
Local sources:							
Charges for services	\$ 2,750,720	1,318,906	116,747	4,186,373	528,336	363,155	891,491
Operating expenses:							
Support services:							
Administration:							
Salaries	2,213	-	-	2,213	-	-	-
Benefits	169	-	-	169	-	-	-
Purchased services	2,864	26,298	64,279	93,441	-	-	-
	5,246	26,298	64,279	95,823	-	-	-
Operation and maintenance of plant:							
Purchased services	25,832	-	-	25,832	-	-	-
Supplies	3,702	-	-	3,702	-	-	-
	29,534	-	-	29,534	-	-	-
Transportation:							
Purchased services	-	20,303	-	20,303	-	-	-
Total support services	34,780	46,601	64,279	117,446	-	-	-
Non-instructional programs:							
Food service operations:							
Salaries	1,174,751	-	-	1,174,751	-	-	-
Benefits	374,157	-	-	374,157	-	-	-
Purchased services	84,545	-	-	84,545	-	-	-
Supplies	1,827,706	-	-	1,827,706	-	-	-
Other	9,510	-	-	9,510	-	-	-
Depreciation	244,048	-	-	244,048	-	-	-
	3,714,717	-	-	3,714,717	-	-	-
Other enterprise operations:							
Salaries	-	688,849	191,316	880,165	-	-	-
Benefits	-	110,730	43,009	153,739	512,058	242,652	754,710
Purchased services	-	1,001	3,876	4,877	-	-	-
Supplies	-	151,659	49,136	200,795	-	-	-
Depreciation	-	7,552	-	7,552	-	-	-
	-	959,791	287,337	1,247,128	512,058	242,652	754,710
Total non-instructional programs	3,714,717	959,791	287,337	4,961,845	512,058	242,652	754,710
Total operating expenses	3,749,497	1,006,392	351,616	5,107,505	512,058	242,652	754,710
Operating income (loss)	(998,777)	312,514	(234,869)	(921,132)	16,278	120,503	136,781

Waukee Community School District
Combining Schedule of Revenues, Expenses and Changes in Fund Net Position
Proprietary Funds
Year ended June 30, 2013

	Business Type Activities				Governmental Activities		
	Nonmajor Enterprise Funds				Internal Service Funds		
	School Nutrition	Community Daycare	Community Education	Total	Flexible Benefits	Self-funded Dental Plan	Total
<i>Continued from previous page</i>							
Non-operating revenues (expenses):							
Interest on investments	148	1,469	-	1,617	-	632	632
State sources	29,642	-	-	29,642	-	-	-
Federal sources	998,647	-	-	998,647	-	-	-
Loss on disposal of capital assets	(24,554)	-	-	(24,554)	-	-	-
Total non-operating revenues	1,003,883	1,469	-	1,005,352	-	632	632
Income (loss) before transfers and contributions	5,106	313,983	(234,869)	84,220	16,278	121,135	137,413
Contributions and transfers:							
Capital contributions	427,655	-	-	427,655	-	-	-
Transfers in	-	-	222,903	222,903	-	-	-
Transfers out	(401)	-	-	(401)	-	-	-
Total contributions and transfers	427,254	-	222,903	650,157	-	-	-
Changes in net position	432,360	313,983	(11,966)	734,377	16,278	121,135	137,413
Net position beginning of year	2,847,735	878,770	(7,744)	3,718,761	37,606	205,635	243,241
Net position end of year	\$ 3,280,095	1,192,753	(19,710)	4,453,138	53,884	326,770	380,654

See accompanying independent auditor's report.

Waukee Community School District
Combining Schedule of Cash Flows
Proprietary Funds
Year ended June 30, 2013

	Business Type Activities				Governmental Activities		
	Nonmajor Enterprise Funds				Internal Service Funds		
	School Nutrition	Community Daycare	Community Education	Total	Flexible Benefits	Self-funded Dental Plan	Total
Cash flows from operating activities:							
Cash received from sale of lunches and breakfasts	\$ 2,681,417	-	-	2,681,417	-	-	-
Cash received from miscellaneous operating activities	83,600	1,300,019	111,867	1,495,486	528,336	363,155	891,491
Cash payments to employees for services	(1,560,664)	(832,417)	(216,747)	(2,609,828)	(512,058)	(242,652)	(754,710)
Cash payments to suppliers for goods or services	(1,732,210)	(201,768)	(116,773)	(2,050,751)	-	-	-
Net cash provided (used) by operating activities	(527,857)	265,834	(221,653)	(483,676)	16,278	120,503	136,781
Cash flows from non-capital financing activities:							
Transfers in	-	-	222,903	222,903	-	-	-
Transfers out	(401)	-	-	(401)	-	-	-
State grants received	29,642	-	-	29,642	-	-	-
Federal grants received	789,994	-	-	789,994	-	-	-
Net cash provided by non-capital financing activities	819,235	-	222,903	1,042,138	-	-	-
Cash flows from capital and related financing activities:							
Acquisition of capital assets	(188,159)	(1,998)	-	(190,157)	-	-	-
Net cash used by capital and related financing activities	(188,159)	(1,998)	-	(190,157)	-	-	-
Cash flows from investing activities:							
Interest on investments	148	1,469	-	1,617	-	632	632
Net increase in cash and cash equivalents	103,367	265,305	1,250	369,922	16,278	121,135	137,413
Cash and cash equivalents at beginning of year	1,477,084	955,615	6,027	2,438,726	37,606	205,635	243,241
Cash and cash equivalents at end of year	\$ 1,580,451	1,220,920	7,277	2,808,648	53,884	326,770	380,654
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:							
Operating income (loss)	\$ (998,777)	312,514	(234,869)	(921,132)	16,278	120,503	136,781
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:							
Commodities used	208,653	-	-	208,653	-	-	-
Depreciation	244,048	7,552	-	251,600	-	-	-
Increase in accounts receivable	(5,061)	(18,887)	(6,288)	(30,236)	-	-	-
Decrease in inventories	14,531	499	-	15,030	-	-	-
Increase (decrease) in accounts payable	(1,235)	(3,006)	518	(3,723)	-	-	-
Increase in salaries and benefits payable	178	21,860	15,365	37,403	-	-	-
Increase in unearned revenue	19,358	-	1,408	20,766	-	-	-
Increase (decrease) in compensated absences payable	(1,014)	(2,453)	374	(3,093)	-	-	-
Increase (decrease) in other post employment benefits payable	(8,538)	(52,245)	1,839	(58,944)	-	-	-
Net cash provided (used) by operating activities	\$ (527,857)	265,834	(221,653)	(483,676)	16,278	120,503	136,781
Reconciliation of cash and cash equivalents at year end to specific assets included on Combined Schedule of Net Position:							
Current assets:							
Cash and investments	\$ 1,580,451	1,220,920	7,277	2,808,648	53,884	326,770	380,654
Cash and cash equivalents at year end	\$ 1,580,451	1,220,920	7,277	2,808,648	53,884	326,770	380,654
Non-cash investing, capital and financing activities:							
Noncapital financing activities, commodities received from the US Department of Agriculture	\$ 208,653	-	-	208,653	-	-	-
Capital and related financing activities, capital contributions	427,655	-	-	427,655	-	-	-

See notes to financial statements.

Waukee Community School District
Schedule of Changes in Special Revenue Fund, Student Activity Accounts
Year ended June 30, 2013

Account	Balance beginning of Year	Transfers	Revenues	Expenditures	Balance End of Year
High School:					
Art Club	\$ 4	-	-	-	4
Athletics	87,180	(582)	368,973	419,152	36,419
Baseball	7,897	-	16,384	6,698	17,583
Best Buddies	188	-	649	620	217
Boys Basketball	14,902	-	47,213	39,065	23,050
Boys Bowling	117	-	31	-	148
Boys Cross Country	3,658	-	4,371	4,565	3,464
Boys Golf	1,464	-	1,646	1,940	1,170
Boys Soccer	3,592	-	12,189	10,155	5,626
Boys Swimming	830	-	3,993	3,616	1,207
Boys Tennis	1,655	118	825	2,598	-
Boys Track	283	114	11,599	11,996	-
Cheerleaders	-	-	61,357	50,122	11,235
Class of 2012	9,077	-	-	4,313	4,764
Class of 2013	16,429	-	7,209	9,941	13,697
Class of 2014	11,831	-	8,733	-	20,564
Class of 2015	4,680	-	5,615	46	10,249
Class of 2016	-	-	5,790	-	5,790
Dance/Drill Team	20,717	-	40,287	52,765	8,239
Dance Troupe	842	-	206	137	911
Debate	-	480	-	480	-
Drama	1,168	-	4,444	2,877	2,735
Drumline	73	-	-	-	73
Electrathon	999	-	772	876	895
FCCLA Club	2,589	(2,119)	9,688	7,545	2,613
Flag Team/Color Guard	658	-	-	-	658
Football	20,328	-	55,582	61,892	14,018
Girls Basketball	4,500	-	14,835	10,293	9,042
Girls Bowling	777	-	317	377	717
Girls Cross Country	1,408	-	15,174	11,646	4,936
Girls Golf	756	-	1,690	1,858	588
Girls Soccer	3,276	-	1,134	999	3,411
Girls Swimming	218	-	1,489	989	718
Girls Tennis	670	-	1,229	335	1,564
Girls Track	1,691	-	4,959	3,603	3,047
Hitting Facility	144	350	-	494	-
Instrumental Music	526	-	50	-	576
International Club	1,563	-	1,513	1,901	1,175
Literacy magazine	279	-	-	-	279
Math Warriors	-	-	1,113	707	406
Musical	3,346	500	10,642	14,342	146
National Honor Society	611	-	3,804	3,911	504
Newspaper	611	-	2,620	2,787	444
Pal PE	-	351	492	843	-
Prom	2,514	-	15,146	13,777	3,883
ProStart	600	2,119	5,686	2,174	6,231
Robotics	-	-	3,700	2,451	1,249
SELF Room	1,045	(168)	-	-	877
Softball	17,681	-	14,349	6,791	25,239
Speech	2,961	-	21,187	15,209	8,939
Student Council	11,533	-	12,165	10,066	13,632
Student Management	19,156	(663)	1,126	13,641	5,978
Vocal Music	1,848	-	6,251	5,518	2,581
Volleyball	11,297	-	5,811	10,930	6,178
Weight Room	1,279	-	146	1,222	203

Waukee Community School District
Schedule of Changes in Special Revenue Fund, Student Activity Accounts
Year ended June 30, 2013

Account	Balance beginning of Year	Transfers	Revenues	Expenditures	Balance End of Year
Wrestling	7,181	-	19,986	21,967	5,200
Yearbook	11,112	-	49,973	57,383	3,702
<u>Prairieview:</u>					
Art Club	1,896	-	-	1,815	81
Athletics	10,122	-	18,186	17,367	10,941
Drama	3,628	-	252	351	3,529
Student Council	496	-	200	673	23
Student Management	15,772	(2,303)	299	1,080	12,688
Yearbook	3,423	-	8,425	7,451	4,397
<u>Middle School:</u>					
6th Grade	130	-	-	-	130
7th Grade	135	-	-	-	135
8th Grade	204	-	-	-	204
Athletic Resale	1,931	-	-	-	1,931
Concessions	1,612	-	-	-	1,612
Drama/Speech/Musical	11,735	(500)	5,131	2,158	14,208
Student Management	23,118	-	5,926	10,824	18,220
Instrumental Music	1,689	-	1,059	369	2,379
MS SELF	1,146	-	-	-	1,146
Swing Choir	5,946	-	-	-	5,946
Vocal Music	70	-	228	-	298
Yearbook	26,402	-	10,840	8,400	28,842
<u>South Middle School:</u>					
Drama/Speech/Musical	905	2,303	2,556	1,845	3,919
Student Council	1,829	-	2,797	2,385	2,241
Student Management	363	-	-	-	363
Yearbook	8,485	-	11,642	7,570	12,557
<u>Elementary:</u>					
BV Instrumental Music	89	-	-	-	89
BV Student Council	2,781	-	198	258	2,721
BV Student Management	15,094	-	1,123	5,207	11,010
Eason Fine Arts	4,943	-	-	30	4,913
Eason Instrumental Music	300	-	-	-	300
Eason Student Management	5,176	-	615	774	5,017
Eason Playground	2,823	-	-	-	2,823
Eason Student Council	1,909	-	-	-	1,909
MG Student Council	252	-	-	-	252
SE Fine Arts	-	-	863	863	-
SE Student Council	273	-	-	-	273
SE Student Management	1,439	-	-	896	543
WE Fine Arts	165	-	-	-	165
WE Student Management	28,063	-	-	1,942	26,121
WE Playground	2,710	-	-	-	2,710
WE Student Council	4,979	-	-	2,975	2,004
WH Instrumental Music	132	-	-	-	132
WH Student Council	-	-	375	-	375
WH Student Management	-	-	611	376	235
Total	\$ 511,909	-	955,469	983,222	484,156

Waukee Community School District
Schedule of Revenues by Source and Expenditures by Function
All Governmental Funds
For the Last Nine Years

	Modified Accrual Basis								
	2013	2012	2011	2010	2009	2008	2007	2006	2005
Revenues:									
Local sources:									
Local tax	\$ 49,429,235	46,100,059	44,584,830	40,946,587	38,492,214	32,425,053	26,907,371	21,898,342	18,724,901
Tuition	1,617,977	1,447,535	1,262,380	1,053,978	1,134,189	1,175,066	1,209,866	1,267,893	1,176,813
Other	2,240,380	2,211,111	2,165,795	3,375,273	2,185,922	2,432,638	2,604,416	1,935,241	1,383,507
State sources	33,947,675	31,651,321	26,672,882	21,558,200	23,361,214	21,804,292	18,700,021	16,110,389	13,424,393
Federal sources	1,370,769	1,160,750	2,788,705	4,132,391	1,021,619	479,500	485,203	437,201	407,377
Total	\$ 88,606,036	82,570,776	77,474,592	71,066,429	66,195,158	58,316,549	49,906,877	41,649,066	35,116,991
Expenditures:									
Instruction:									
Regular	\$ 33,376,569	30,670,571	27,556,857	27,511,695	23,090,642	20,040,299	16,944,785	14,497,759	12,045,774
Special	6,898,702	6,245,725	5,685,705	5,640,679	5,611,287	4,926,113	4,233,291	3,387,132	3,061,467
Other	5,418,825	4,822,790	4,629,290	3,624,135	2,932,365	2,389,598	2,147,056	2,096,796	1,896,088
Support services:									
Student	2,267,965	2,218,912	2,111,087	2,033,862	1,981,122	2,518,458	1,413,137	1,289,559	1,274,069
Instructional staff	3,019,995	2,903,099	2,596,051	2,604,731	2,372,731	2,450,310	1,631,053	1,393,248	1,475,734
Administration	4,781,680	4,874,352	4,521,528	3,668,870	4,145,264	3,639,159	2,909,779	2,711,319	2,270,519
Operation and maintenance of plant	5,483,373	4,943,591	4,849,053	4,188,307	3,778,765	3,829,770	3,023,278	2,764,387	2,114,247
Transportation	3,145,487	2,952,847	2,582,297	2,344,507	2,084,532	1,981,897	1,853,584	1,590,878	1,097,493
Non-instructional programs	-	-	-	-	-	29,955	265	-	-
Other expenditures:									
Capital outlay:									
Facilities acquisition	20,795,719	16,338,521	10,831,068	44,776,662	12,287,811	13,080,340	21,356,585	5,593,186	11,528,812
Debt Service:									
Principal	17,915,000	14,585,000	8,715,000	26,685,000	8,845,000	13,215,000	3,100,000	2,230,000	8,335,000
Interest and other charges	5,350,619	4,881,486	4,970,492	5,777,565	3,593,137	3,106,109	3,170,874	2,591,550	2,477,557
AEA flowthrough	2,804,317	2,573,444	2,496,394	2,306,290	1,922,343	1,696,590	1,434,517	1,198,063	995,297
Total	\$ 111,258,251	98,010,338	81,544,822	131,162,303	72,644,999	72,903,598	63,218,204	41,343,877	48,572,057

See accompanying independent auditor's report.

**Waukee Community School District
Statistical Section
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The statistical section of the Waukee Community School District's comprehensive annual financial report presents detailed information as a context for understanding what the information presented in the financial statements, note disclosures and required supplementary information say about the District's overall financial health.

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Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial report for the relevant year.

WAUKEE COMMUNITY SCHOOL DISTRICT

NET ASSETS BY POSITION

Last Ten Fiscal Years
(Unaudited)

Year ended June 30,	2013	2012	2011	2010	2009	2008	2007	2006	2005	2004
Governmental activities:										
Net investment in capital assets	\$ 42,861,521	\$ 18,653,123	\$ 39,004,284	\$ 33,034,650	\$ 29,171,718	\$ 18,331,620	\$ 14,051,616	\$ 10,019,928	\$ 8,282,400	\$ 6,054,028
Restricted	34,262,277	46,889,652	17,089,247	11,605,994	4,452,801	9,922,010	7,820,732	6,441,728	2,627,733	729,161
Unrestricted	5,722,207	8,367,878	7,086,034	7,493,216	15,528,737	8,112,790	4,815,232	1,594,739	683,244	1,140,838
Total governmental activities net position	\$ 82,846,005	\$ 73,910,653	\$ 63,179,565	\$ 52,133,860	\$ 49,153,256	\$ 36,366,420	\$ 26,687,580	\$ 18,056,395	\$ 11,593,377	\$ 7,924,027
Business type activities:										
Net investment in capital assets	\$ 1,950,023	\$ 1,608,365	\$ 1,713,938	\$ 837,491	\$ 961,494	\$ 1,073,417	\$ 512,885	\$ 578,088	\$ 548,174	\$ 377,917
Unrestricted	2,503,115	2,110,396	1,924,278	1,868,689	1,537,359	1,151,127	948,838	643,482	459,532	508,045
Total business type activities net position	\$ 4,453,138	\$ 3,718,761	\$ 3,638,216	\$ 2,706,180	\$ 2,498,853	\$ 2,224,544	\$ 1,461,723	\$ 1,221,570	\$ 1,007,706	\$ 885,962
Total										
Net investment in capital assets	\$ 44,811,544	\$ 20,261,488	\$ 40,718,222	\$ 33,872,141	\$ 30,133,212	\$ 19,405,037	\$ 14,564,501	\$ 10,598,016	\$ 8,830,574	\$ 6,431,945
Restricted	34,262,277	46,889,652	17,089,247	11,605,994	4,452,801	9,922,010	7,820,732	6,441,728	2,627,733	729,161
Unrestricted	8,225,322	10,478,274	9,010,312	9,361,905	17,066,096	9,263,917	5,764,070	2,238,221	1,142,776	1,648,883
Total net position	\$ 87,299,143	\$ 77,629,414	\$ 66,817,781	\$ 54,840,040	\$ 51,652,109	\$ 38,590,964	\$ 28,149,303	\$ 19,277,965	\$ 12,601,083	\$ 8,809,989

Source: District Records

WAUKEE COMMUNITY SCHOOL DISTRICT

CHANGES IN NET POSITION

Last Ten Fiscal Years
(Unaudited)

Year ended June 30,	2013	2012	2011	2010	2009	2008	2007	2006	2005	2004
Expenses										
Governmental Activities:										
Instruction	\$ 46,336,463	\$ 42,519,470	\$ 40,827,340	\$ 39,751,992	\$ 33,853,764	\$ 29,165,013	\$ 23,541,001	\$ 19,961,274	\$ 17,459,390	\$ 14,226,865
Support services	21,048,302	18,361,448	16,998,032	15,156,524	13,692,553	13,714,587	10,863,315	9,628,971	8,412,897	6,766,317
Non-instructional services	-	1,096	102,369	28,486	-	21,238	-	-	-	369
Other expenditures	11,684,025	10,760,065	7,533,339	13,008,444	5,862,005	5,115,615	6,868,514	5,790,397	5,674,821	4,399,338
Total governmental activities expenses	79,068,790	71,642,079	65,461,080	67,945,446	53,408,322	48,016,453	41,272,830	35,380,642	31,547,108	25,392,889
Business type activities:										
Instruction	-	-	-	-	-	11,932	7,101	2,230	-	-
Support services	145,660	127,696	-	-	257,408	359,328	285,066	257,974	-	-
Food service operations	3,739,271	3,496,079	3,463,106	2,861,494	2,429,393	2,133,551	1,735,203	1,604,089	1,590,456	1,346,037
Childcare operations	959,791	867,705	823,806	688,651	608,006	506,525	358,348	307,483	126,069	-
Community education operations	287,337	258,963	269,799	212,864	-	-	-	-	-	-
Total business type activities expenses	5,132,059	4,750,443	4,556,711	3,763,009	3,294,807	3,011,336	2,385,718	2,171,776	1,716,525	1,346,037
Total expenses	\$ 84,200,849	\$ 76,392,522	\$ 70,017,791	\$ 71,708,455	\$ 56,703,129	\$ 51,027,789	\$ 43,658,548	\$ 37,552,418	\$ 33,263,633	\$ 26,738,926
Program Revenues										
Governmental activities:										
Charges for services:										
Instruction	\$ 2,782,680	\$ 2,558,577	\$ 2,322,286	\$ 2,102,794	\$ 1,982,236	\$ 2,057,688	\$ 2,029,251	\$ 2,303,722	\$ 2,018,737	\$ 1,927,015
Support services	275,251	273,682	223,783	193,524	145,499	138,536	144,466	108,070	100,679	91,128
Operating grants and contributions	8,580,609	8,055,895	9,007,569	9,939,460	6,461,886	4,680,999	3,628,074	2,953,730	2,413,493	1,935,347
Total governmental activities program revenue	11,638,540	10,888,154	11,553,638	12,235,778	8,589,621	6,877,223	5,801,791	5,365,522	4,532,909	3,953,490
Business type activities:										
Charges for services:										
Support services	-	-	-	-	-	-	-	62,155	-	-
Food service operations	2,750,720	2,572,612	2,447,045	2,296,501	2,217,223	1,908,746	1,693,785	1,456,433	1,280,987	1,213,848
Childcare operations	1,318,906	1,081,982	910,638	791,795	753,598	699,391	470,059	371,744	127,150	550
Community education operations	116,747	113,230	98,503	58,234	-	-	-	-	-	-
Operating grants and contributions	1,028,289	864,022	794,023	681,161	585,268	504,340	421,173	362,089	301,939	266,374
Capital grants and contributions	-	-	-	-	-	-	-	111,484	120,440	-
Total business type activities program revenues	5,214,662	4,631,846	4,250,209	3,827,691	3,556,089	3,112,477	2,585,017	2,363,905	1,830,516	1,480,772
Total program revenues	\$ 16,853,202	\$ 15,520,000	\$ 15,803,847	\$ 16,063,469	\$ 12,145,710	\$ 9,989,700	\$ 8,386,808	\$ 7,729,427	\$ 6,363,425	\$ 5,434,262
Net (Expense)/Revenue										
Governmental activities	\$ (67,430,250)	\$ (60,753,925)	\$ (53,907,442)	\$ (55,709,668)	\$ (44,818,701)	\$ (41,139,230)	\$ (35,471,039)	\$ (30,015,120)	\$ (27,014,199)	\$ (21,439,399)
Business type activities	82,603	(118,597)	(306,502)	64,682	261,282	101,141	199,299	192,129	113,991	134,735
Total net expense	\$ (67,347,647)	\$ (60,872,522)	\$ (54,213,944)	\$ (55,644,986)	\$ (44,557,419)	\$ (41,038,089)	\$ (35,271,740)	\$ (29,822,991)	\$ (26,900,208)	\$ (21,304,664)
General Revenues and Transfers										
Governmental activities:										
Property taxes	\$ 43,231,968	\$ 40,929,986	\$ 38,999,099	\$ 37,143,451	\$ 33,707,077	\$ 27,644,301	\$ 22,707,713	\$ 18,435,237	\$ 15,992,732	\$ 13,672,507
Local option sales & services tax	6,197,267	5,170,073	5,585,731	3,803,136	4,785,137	4,780,752	4,199,658	3,467,268	2,736,191	551,705
Unrestricted state grants	26,737,619	24,756,176	20,447,529	15,766,453	18,195,747	17,597,500	15,518,867	13,589,697	11,414,256	9,242,108
Investment earnings	52,204	37,630	108,114	191,804	570,523	840,642	1,299,865	602,452	191,461	87,440
Other	796,701	788,757	780,481	1,925,807	347,053	576,131	376,121	361,325	327,606	68,942
Transfers	(650,157)	(197,609)	(1,218,178)	(140,379)	-	(621,256)	-	-	-	-
Total governmental activities	76,365,602	71,485,013	64,702,776	58,690,272	57,605,537	50,818,070	44,102,224	36,455,979	30,662,246	23,622,702
Business type activities:										
Investment earnings	1,617	1,533	3,546	2,266	12,977	40,396	40,854	21,735	7,753	2,967
Other	-	-	-	-	50	28	-	-	-	-
Transfers	650,157	197,609	1,218,178	140,379	-	621,256	-	-	-	-
Total business type activities	651,774	199,142	1,221,724	142,645	13,027	661,680	40,854	21,735	7,753	2,967
Total general revenues and transfers	\$ 77,017,376	\$ 71,684,155	\$ 65,924,500	\$ 58,832,917	\$ 57,618,564	\$ 51,479,750	\$ 44,143,078	\$ 36,477,714	\$ 30,669,999	\$ 23,625,669
Change in Net Position										
Governmental activities	\$ 8,935,352	\$ 10,731,088	\$ 10,795,334	\$ 2,980,604	\$ 12,786,836	\$ 9,678,840	\$ 8,631,185	\$ 6,440,859	\$ 3,648,047	\$ 2,183,303
Business type activities	734,377	80,545	915,222	207,327	274,309	762,821	240,153	213,864	121,744	137,702
Total change in net position	\$ 9,669,729	\$ 10,811,633	\$ 11,710,556	\$ 3,187,931	\$ 13,061,145	\$ 10,441,661	\$ 8,871,338	\$ 6,654,723	\$ 3,769,791	\$ 2,321,005

Source: District Records

WAUKEE COMMUNITY SCHOOL DISTRICT
FUND BALANCES, GOVERNMENTAL FUNDS

Last Ten Fiscal Years
(Unaudited)

Year ended June 30,	2013*	2012*	2011*	2010	2009	2008	2007	2006	2005	2004
General fund:										
Nonspendable	\$ 48,481	\$ 46,239	\$ 55,158	\$ 42,785	\$ 30,279	\$ 36,681	\$ 37,183	\$ 31,218	\$ 41,756	\$ 39,845
Restricted	953,225	1,053,041	449,859	73,885	-	97,222	158,461	115,158	68,596	-
Unassigned	8,794,094	10,471,856	8,626,046	8,490,957	9,085,543	6,897,344	4,529,957	2,267,031	1,373,853	1,181,262
Total general fund	\$ 9,795,800	\$ 11,571,136	\$ 9,131,063	\$ 8,607,627	\$ 9,115,822	\$ 7,031,247	\$ 4,725,601	\$ 2,413,407	\$ 1,484,205	\$ 1,221,107
All other governmental funds:										
Restricted:										
Debt service	\$ 13,905,317	\$ 11,779,376	\$ 4,450,438	\$ 4,229,495	\$ 8,157,269	\$ 9,432,642	\$ 3,453,669	\$ 233,849	\$ 189,164	\$ 118,999
Special revenue funds	4,606,744	3,720,456	3,323,455	5,313,955	4,935,005	3,156,244	1,644,624	1,533,833	1,200,280	729,161
Capital projects funds	15,203,934	31,212,515	11,081,599	13,726,849	51,426,443	10,340,847	17,488,964	17,107,276	2,906,073	5,725,357
Total all other government funds	\$ 33,715,995	\$ 46,712,347	\$ 18,855,492	\$ 23,270,299	\$ 64,518,717	\$ 22,929,733	\$ 22,587,257	\$ 18,874,958	\$ 4,295,517	\$ 6,573,517

Source: District Records

Notes: In 2011, the State of Iowa determined that the Physical Plant and Equipment Levy Fund is a capital projects fund and not a special revenue fund.
Prior to 2011, the Physical Plant and Equipment Levy Fund is included in the special revenue funds.

WAUKEE COMMUNITY SCHOOL DISTRICT

CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS AND DEBT SERVICE RATIO

Last Ten Fiscal Years
(Unaudited)

Year ended June 30,	2013	2012	2011	2010	2009	2008	2007	2006	2005	2004
Revenues:										
Local tax	\$ 49,429,235	\$ 46,100,059	\$ 44,584,830	\$ 40,946,587	\$ 38,492,214	\$ 32,425,053	\$ 26,907,371	\$ 21,898,342	\$ 18,724,901	\$ 14,220,453
Tuition	1,617,977	1,447,535	1,262,380	1,053,978	1,134,189	1,175,066	1,209,866	1,267,893	1,176,813	1,258,916
Other	2,240,380	2,211,111	2,165,795	3,375,273	2,185,922	2,432,638	2,604,416	1,935,241	1,383,507	914,311
State sources	33,947,675	31,651,321	26,672,882	21,558,200	23,361,214	21,804,292	18,700,021	16,110,389	13,424,393	10,926,968
Federal sources	1,370,769	1,160,750	2,788,705	4,132,391	1,021,619	479,500	485,203	437,201	407,377	254,243
Total revenues	88,606,036	82,570,776	77,474,592	71,066,429	66,195,158	58,316,549	49,906,877	41,649,066	35,116,991	27,574,891
Expenditures:										
Current:										
Instruction:										
Regular	33,376,569	30,670,571	27,556,857	27,511,695	23,090,642	20,040,299	16,944,785	14,497,759	12,045,774	10,074,061
Special	6,898,702	6,245,725	5,685,705	5,640,679	5,611,287	4,926,113	4,233,291	3,387,132	3,061,467	2,679,023
Other	5,418,825	4,822,790	4,629,290	3,624,135	2,932,365	2,389,598	2,147,056	2,096,796	1,896,088	1,443,770
Support services:										
Student	2,267,965	2,218,912	2,111,087	2,033,862	1,981,122	2,518,458	1,413,137	1,289,559	1,274,069	983,108
Instructional	3,019,995	2,903,099	2,596,051	2,604,731	2,372,731	2,450,310	1,631,053	1,393,248	1,475,734	1,331,528
Administrative	4,781,680	4,874,352	4,521,528	3,668,870	4,145,264	3,639,159	2,909,779	2,711,319	2,270,519	1,965,351
Operation & plant maintenance	5,483,373	4,943,591	4,849,053	4,188,307	3,778,765	3,829,770	3,023,278	2,764,387	2,114,247	1,584,289
Transportation	3,145,487	2,952,847	2,582,297	2,344,507	2,084,532	1,981,897	1,853,584	1,560,878	1,097,493	874,909
Non-instructional services	-	-	-	-	-	29,955	265	-	-	369
Other expenditures:										
Capital outlay:										
Facilities acquisition	20,795,719	16,338,521	10,831,068	44,776,662	12,287,811	13,080,340	21,356,585	5,593,186	11,528,812	16,567,624
Debt service:										
Principal	17,915,000	14,585,000	8,715,000	26,685,000	8,845,000	13,215,000	3,100,000	2,230,000	8,335,000	2,290,000
Interest	5,350,619	4,881,486	4,970,492	5,777,565	3,584,653	3,097,409	3,166,074	2,500,741	2,391,214	2,082,149
Fiscal charges	-	-	-	-	8,484	8,700	4,800	90,809	86,343	96,130
AEA flowthrough	2,804,317	2,573,444	2,496,394	2,306,290	1,922,343	1,696,590	1,434,517	1,198,063	995,297	823,781
Total expenditures	111,258,251	98,010,338	81,544,822	131,162,303	72,644,999	72,903,598	63,218,204	41,313,877	48,572,057	42,796,092
Other financing sources (uses):										
Sale of equipment	1,167	-	-	-	-	-	100	50	1,900	1,300
Sale of real property	684,000	-	-	-	-	-	-	26,000	-	-
Transfers in	12,114,897	9,446,880	7,135,491	5,016,481	6,868,247	5,327,082	3,101,062	15,831,166	763,808	775,552
Transfers out	(12,337,399)	(9,644,489)	(7,300,384)	(5,156,860)	(6,868,247)	(5,327,082)	(3,101,062)	(15,831,160)	(763,808)	(775,552)
Bonds and notes refunded	7,045,000	8,390,000	-	18,310,000	-	-	7,165,000	(4,285,000)	-	-
Bonds and notes issued	-	36,385,000	-	-	50,000,000	10,000,000	23,335,000	15,000,000	11,390,000	9,175,000
Premium/discounts on bonds and notes	372,862	1,159,099	-	278,557	123,400	70,171	285,720	147,404	48,264	-
	7,880,527	45,736,490	(164,893)	18,448,178	50,123,400	17,235,171	19,335,820	15,173,460	11,440,164	9,176,300
Net change in fund balance	\$ (14,771,688)	\$ 30,296,928	\$ (4,235,123)	\$ (41,647,696)	\$ 43,673,559	\$ 2,648,122	\$ 6,024,493	\$ 15,508,649	\$ (2,014,902)	\$ (6,044,901)
Total expenditures										
Total expenditures	\$ 111,258,251	\$ 98,010,338	\$ 81,544,822	\$ 131,162,303	\$ 72,644,999	\$ 72,903,598	\$ 63,218,204	\$ 41,313,877	\$ 48,572,057	\$ 42,796,092
Less: capital expenditures	(18,403,292)	(16,114,705)	(11,338,807)	(39,552,978)	(13,264,257)	(13,209,951)	(20,735,371)	(5,293,151)	(10,817,069)	(16,095,655)
Non-capital expenditures	92,854,959	81,895,633	70,206,015	91,609,325	59,380,742	59,693,647	42,482,833	36,020,726	37,754,988	26,700,437
Debt service expenditures										
Debt service expenditures	23,265,619	19,466,486	13,685,492	32,462,565	12,438,137	16,321,109	6,270,874	4,821,550	10,812,557	4,468,279
Debt service expenditures as a percentage of non-capital expenditures										
Debt service expenditures as a percentage of non-capital expenditures	25.06%	23.77%	19.49%	35.44%	20.95%	27.34%	14.76%	13.39%	28.64%	16.73%
Source: District Records										

WAUKEE COMMUNITY SCHOOL DISTRICT

GENERAL FUND REVENUES, BY SOURCE

Last Ten Fiscal Years
(Unaudited)

Year ended June 30,	Local		State	Federal	Total
	Taxes	Miscellaneous			
2013	\$ 25,733,260	\$ 2,743,540	\$ 33,947,675	\$ 1,370,769	\$ 63,795,244
2012	\$ 27,018,767	\$ 2,657,125	\$ 31,649,148	\$ 1,160,750	\$ 62,485,790
2011	\$ 23,958,242	\$ 2,145,624	\$ 26,670,526	\$ 2,788,705	\$ 55,563,097
2010	\$ 23,325,578	\$ 1,711,651	\$ 21,556,102	\$ 4,132,391	\$ 50,725,722
2009	\$ 21,606,662	\$ 1,976,901	\$ 23,359,329	\$ 1,021,619	\$ 47,964,511
2008	\$ 19,059,387	\$ 2,045,360	\$ 21,802,799	\$ 479,500	\$ 43,387,046
2007	\$ 15,417,932	\$ 2,022,140	\$ 18,698,603	\$ 485,203	\$ 36,623,878
2006	\$ 12,101,584	\$ 1,874,439	\$ 16,108,939	\$ 433,391	\$ 30,518,353
2005	\$ 9,993,328	\$ 1,599,569	\$ 13,422,857	\$ 407,377	\$ 25,423,131
2004	\$ 8,349,264	\$ 1,576,846	\$ 10,925,564	\$ 254,243	\$ 21,105,917

Source: District records

WAUKEE COMMUNITY SCHOOL DISTRICT
GENERAL FUND EXPENDITURES, BY PROGRAM

Last Ten Fiscal Years
(Unaudited)

Year Ended June 30,	Instruction	Support Services	Non-Instructional Programs	Other Expenditures	Total
2013	\$ 44,343,921	\$ 18,201,007	-	\$ 2,804,317	\$ 65,349,245
2012	\$ 40,431,738	\$ 16,842,894	-	\$ 2,573,444	\$ 59,848,076
2011	\$ 36,521,668	\$ 15,859,677	-	\$ 2,496,394	\$ 54,877,739
2010	\$ 34,446,910	\$ 14,466,615	-	\$ 2,306,290	\$ 51,219,815
2009	\$ 30,684,923	\$ 13,272,579	-	\$ 1,922,343	\$ 45,879,845
2008	\$ 26,185,188	\$ 13,176,495	23,127	\$ 1,696,590	\$ 41,081,400
2007	\$ 22,370,355	\$ 10,506,812	-	\$ 1,434,517	\$ 34,311,684
2006	\$ 18,800,131	\$ 9,594,770	-	\$ 1,198,063	\$ 29,592,964
2005	\$ 16,051,064	\$ 8,115,572	-	\$ 995,297	\$ 25,161,933
2004	\$ 13,601,413	\$ 6,696,788	-	\$ 824,908	\$ 21,123,109

Source: District records

WAUKEE COMMUNITY SCHOOL DISTRICT

GOVERNMENT-WIDE REVENUES

Last Ten Fiscal Years
(Unaudited)

Year ended June 30,	Program Revenues							Investment Earnings	Total
	Charges for Services & Sales	Operating Grants & Contributions	Capital Grants & Contributions	Taxes	Other Local Sources	State Sources			
2013	\$ 7,244,304	\$ 9,608,898	\$ -	\$ 49,429,235	\$ 796,701	\$ 26,737,619	\$ 53,821	\$ 93,870,578	
2012	\$ 6,600,083	\$ 8,919,917	\$ -	\$ 46,100,059	\$ 788,757	\$ 24,756,176	\$ 39,163	\$ 87,204,155	
2011	\$ 6,002,255	\$ 9,801,592	\$ -	\$ 44,584,830	\$ 468,436	\$ 20,447,529	\$ 108,114	\$ 81,412,756	
2010	\$ 5,442,848	\$ 10,620,621	\$ -	\$ 40,946,587	\$ 1,623,126	\$ 16,069,134	\$ 194,070	\$ 74,896,386	
2009	\$ 5,098,556	\$ 7,047,154	\$ -	\$ 38,492,214	\$ 347,053	\$ 18,195,797	\$ 583,500	\$ 69,764,274	
2008	\$ 4,804,361	\$ 5,185,339	\$ -	\$ 32,425,053	\$ 306,433	\$ 17,867,226	\$ 881,038	\$ 61,469,450	
2007	\$ 4,337,561	\$ 4,049,247	\$ -	\$ 26,907,371	\$ 188,662	\$ 15,518,867	\$ 1,340,719	\$ 52,342,427	
2006	\$ 4,302,124	\$ 3,315,819	\$ 111,484	\$ 21,902,505	\$ 361,325	\$ 13,589,697	\$ 624,187	\$ 44,207,141	
2005	\$ 3,527,553	\$ 2,715,432	\$ 120,440	\$ 18,728,923	\$ 327,606	\$ 11,414,256	\$ 199,214	\$ 37,033,424	
2004	\$ 3,232,541	\$ 2,201,721	\$ -	\$ 13,672,507	\$ 620,647	\$ 9,242,108	\$ 90,407	\$ 29,059,931	

Source: District records

WAUKEE COMMUNITY SCHOOL DISTRICT
GOVERNMENT-WIDE EXPENSES, BY FUNCTION

Last Ten Fiscal Years
(Unaudited)

Year ended June 30,	Program Revenues					Total
	Instruction	Support Services	Non-instructional Programs	Other Expenditures		
2013	\$ 46,336,463	\$ 21,193,962	\$ 4,986,399	\$ 11,684,025	\$ 84,200,849	
2012	\$ 42,519,470	\$ 18,489,144	\$ 4,623,843	\$ 10,760,065	\$ 76,392,522	
2011	\$ 40,827,340	\$ 16,998,032	\$ 102,369	\$ 7,547,279	\$ 65,475,020	
2010	\$ 39,751,992	\$ 15,156,624	\$ 28,486	\$ 13,008,444	\$ 67,945,546	
2009	\$ 33,853,764	\$ 13,692,553	\$ -	\$ 5,862,005	\$ 53,408,322	
2008	\$ 29,165,013	\$ 13,714,587	\$ 21,238	\$ 5,115,615	\$ 48,016,453	
2007	\$ 23,541,001	\$ 10,863,315	\$ 2,385,718	\$ 6,868,514	\$ 43,658,548	
2006	\$ 19,961,274	\$ 9,628,971	\$ 2,171,776	\$ 5,790,397	\$ 37,552,418	
2005	\$ 17,459,390	\$ 8,412,897	\$ 1,716,525	\$ 5,674,821	\$ 33,263,633	
2004	\$ 14,226,865	\$ 6,766,317	\$ 1,346,406	\$ 4,399,338	\$ 26,738,926	

Source: District records

WAUKEE COMMUNITY SCHOOL DISTRICT

COMPARISON OF GROWTH IN GENERAL FUND REVENUE, EXPENDITURES, ENROLLMENT,
ENROLLMENT, ASSESSED VALUATION AND TAX RATE

Last Ten Fiscal Years
(Unaudited)

Year ended June 30,	Revenue	Growth	Expenditures	Growth	Budget Enrollment	Growth	Assessed Value	Growth	Tax Rate	Growth
2013	\$ 63,795,244	2.10%	\$ 65,349,245	9.19%	7,111.1	6.45%	\$ 2,296,636,475	5.47%	\$ 11.23770	-9.61%
2012	\$ 62,485,790	12.45%	\$ 59,848,076	9.06%	6,680.2	6.90%	\$ 2,177,617,587	4.75%	\$ 12.43205	7.52%
2011	\$ 55,566,068	9.27%	\$ 54,877,739	7.14%	6,249.2	4.72%	\$ 2,078,929,733	5.60%	\$ 11.56253	-2.59%
2010	\$ 50,851,999	6.02%	\$ 51,219,815	11.64%	5,967.4	8.73%	\$ 1,968,768,518	9.81%	\$ 11.86962	-1.58%
2009	\$ 47,964,420	10.55%	\$ 45,879,845	11.68%	5,488.3	8.13%	\$ 1,792,848,425	22.21%	\$ 12.06033	-7.57%
2008	\$ 43,387,046	18.47%	\$ 41,081,400	19.73%	5,075.6	12.09%	\$ 1,467,046,188	22.76%	\$ 13.04865	0.89%
2007	\$ 36,623,878	19.99%	\$ 34,311,684	15.95%	4,528.0	12.33%	\$ 1,195,088,331	22.33%	\$ 12.93403	4.52%
2006	\$ 30,522,161	20.05%	\$ 29,592,960	17.61%	4,031.1	13.14%	\$ 976,966,148	15.70%	\$ 12.37520	4.68%
2005	\$ 25,425,031	20.50%	\$ 25,161,933	18.62%	3,562.8	17.83%	\$ 844,423,567	18.07%	\$ 11.82216	1.10%
2004	\$ 21,099,617	8.96%	\$ 21,212,982	15.68%	3,023.7	-2.84%	\$ 715,197,303	8.86%	\$ 11.69320	-2.33%

Source: District records

WAUKEE COMMUNITY SCHOOL DISTRICT
RATIO OF FINANCIAL CONDITION (General Fund)

Last Ten Fiscal Years
(Unaudited)

Year ended June 30,	2013	2012	2011	2010	2009	2008	2007	2006	2005	2004
Days net Cash Ratio <u>cash</u> average daily disbursements	110.96	107.22	111.11	97.58	108.79	97.86	84.81	64.79	59.09	56.90
Increased Revenue versus Increased Expenditures <u>current year revenue minus prior year revenue</u> current year expenditures-prior year expenditures	0.24	1.40	1.29	0.54	0.95	1.00	1.29	1.15	1.07	0.63
Financial Solvency Ratios <u>current year Unassigned Fund Balance</u> current year actual revenue	13.78%	16.76%	17.46%	16.70%	18.94%	15.68%	12.13%	7.08%	5.40%	5.60%

Source: District records

WAUKEE COMMUNITY SCHOOL DISTRICT

PROPERTY TAX LEVIES AND COLLECTIONS SUMMARY

Last Ten Fiscal Years
(Unaudited)

Fiscal Year	Taxes Levied for the Fiscal Year	Collected Within the Fiscal Year of the Levy		Collections In Subsequent Years*	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2013	\$ 43,309,318	\$ 43,231,968	99.82%	NA	\$ 43,231,968	99.82%
2012	\$ 41,006,827	\$ 40,929,986	99.81%	NA	\$ 40,929,986	99.81%
2011	\$ 39,108,503	\$ 38,752,389	99.09%	NA	\$ 38,752,389	99.09%
2010	\$ 37,195,005	\$ 36,890,708	99.18%	NA	\$ 36,890,708	99.18%
2009	\$ 33,731,694	\$ 33,466,568	99.21%	NA	\$ 33,466,568	99.21%
2008	\$ 27,781,276	\$ 27,380,225	98.56%	NA	\$ 27,380,225	98.56%
2007	\$ 22,787,988	\$ 22,707,713	99.65%	NA	\$ 22,707,713	99.65%
2006	\$ 18,415,172	\$ 18,400,595	99.92%	NA	\$ 18,400,595	99.92%
2005	\$ 15,971,422	\$ 15,958,483	99.92%	NA	\$ 15,958,483	99.92%
2004	\$ 13,697,627	\$ 13,668,748	99.79%	NA	\$ 13,668,748	99.79%

Source: District records

* Dallas County, Iowa does not track delinquent taxes to a specific year if payment is made after the fiscal year closes.

WAUKEE COMMUNITY SCHOOL DISTRICT

PROPERTY TAX LEVIES AND COLLECTIONS DETAIL

Last Ten Fiscal Years
(Unaudited)

Collection Year	General Fund	Management	Debt Service	PPEL	Total
<u>Property Tax Levies</u>					
2013	\$ 25,808,912	\$ 1,500,002	\$ 11,328,958	\$ 4,671,446	\$ 43,309,318
2012	\$ 27,072,244	\$ 1,000,000	\$ 8,536,724	\$ 4,397,859	\$ 41,006,827
2011	\$ 24,037,687	\$ 1,999,993	\$ 8,927,727	\$ 4,143,096	\$ 39,108,503
2010	\$ 23,368,534	\$ 999,997	\$ 8,878,545	\$ 3,947,929	\$ 37,195,005
2009	\$ 21,622,344	\$ 999,997	\$ 7,499,922	\$ 3,609,431	\$ 33,731,694
2008	\$ 19,142,972	\$ 1,100,006	\$ 4,393,433	\$ 3,144,865	\$ 27,781,276
2007	\$ 15,457,308	\$ 500,501	\$ 4,270,762	\$ 2,559,417	\$ 22,787,988
2006	\$ 12,090,151	\$ 399,999	\$ 3,970,419	\$ 1,954,603	\$ 18,415,172
2005	\$ 9,978,351	\$ 300,000	\$ 4,030,904	\$ 1,662,167	\$ 15,971,422
2004	\$ 8,362,946	\$ 180,000	\$ 3,649,603	\$ 1,505,078	\$ 13,697,627
<u>Property Tax Collections</u>					
2013	\$ 25,733,260	\$ 1,495,610	\$ 11,330,866	\$ 4,672,232	\$ 43,231,968
2012	\$ 27,018,767	\$ 997,243	\$ 8,523,118	\$ 4,390,858	\$ 40,929,986
2011	\$ 23,797,934	\$ 1,980,046	\$ 8,861,871	\$ 4,112,538	\$ 38,752,389
2010	\$ 23,157,073	\$ 990,940	\$ 8,820,636	\$ 3,922,059	\$ 36,890,708
2009	\$ 21,443,124	\$ 991,736	\$ 7,447,496	\$ 3,584,212	\$ 33,466,568
2008	\$ 18,885,364	\$ 1,085,244	\$ 4,307,301	\$ 3,102,316	\$ 27,380,225
2007	\$ 15,417,932	\$ 498,717	\$ 4,246,299	\$ 2,544,765	\$ 22,707,713
2006	\$ 12,080,450	\$ 399,673	\$ 3,967,366	\$ 1,953,106	\$ 18,400,595
2005	\$ 9,973,356	\$ 299,712	\$ 4,024,352	\$ 1,661,063	\$ 15,958,483
2004	\$ 8,349,264	\$ 179,706	\$ 3,639,048	\$ 1,500,730	\$ 13,668,748
<u>Percentage Collected</u>					
2013	99.71%	99.71%	100.02%	100.02%	99.82%
2012	99.80%	99.72%	99.84%	99.84%	99.81%
2011	99.00%	99.00%	99.26%	99.26%	99.09%
2010	99.10%	99.09%	99.35%	99.34%	99.18%
2009	99.17%	99.17%	99.30%	99.30%	99.21%
2008	98.65%	98.66%	98.04%	98.65%	98.56%
2007	99.75%	99.64%	99.43%	99.43%	99.65%
2006	99.92%	99.92%	99.92%	99.92%	99.92%
2005	99.95%	99.90%	99.84%	99.93%	99.92%
2004	99.84%	99.84%	99.71%	99.71%	99.79%
2003	99.90%	100.30%	99.96%	100.62%	100.00%

Source: District records

Dallas County, Iowa does not track delinquent taxes to a specific year if payment is made after the fiscal year closes.

WAUKEE COMMUNITY SCHOOL DISTRICT
TAXABLE AND 100% VALUES OF PROPERTY

Last Ten Fiscal Years
(Unaudited)

Levy Year	Collection Year	Real Property		Personal Property		Railroads & Utilities w/o Gas & Electric	
		Taxable	100% Value	Taxable	100% Value	Taxable	100% Value
2011	2012-13	\$2,770,449,833	\$4,262,419,966	\$ -	\$ -	\$ 13,768,052	\$ 13,768,052
2010	2011-12	\$2,605,956,254	\$4,090,294,621	\$ -	\$ -	\$ 14,274,534	\$ 14,274,534
2009	2010-11	\$2,066,543,684	\$3,371,574,382	\$ -	\$ -	\$ 14,139,966	\$ 14,139,966
2008	2009-10	\$1,955,777,049	\$3,400,929,740	\$ -	\$ -	\$ 13,641,512	\$ 13,641,512
2007	2008-09	\$1,780,656,409	\$3,116,199,794	\$ -	\$ -	\$ 12,272,629	\$ 12,272,629
2006	2007-08	\$1,858,042,043	\$2,950,899,982	\$ -	\$ -	\$ 13,116,350	\$ 13,116,350
2005	2006-07	\$1,510,070,351	\$2,419,304,099	\$ -	\$ -	\$ 15,444,126	\$ 15,465,927
2004	2005-06	\$1,148,316,166	\$1,868,579,752	\$ -	\$ -	\$ 15,095,138	\$ 15,095,138
2003	2004-05	\$ 973,280,228	\$1,558,524,097	\$ -	\$ -	\$ 14,464,885	\$ 14,464,885
2002	2003-04	\$ 881,545,202	\$1,347,854,822	\$ -	\$ -	\$ 12,181,126	\$ 12,181,126

Source: County Auditor's Office

Notes:

Gas and Electric is no longer subject to property tax, but instead pay utility replacement tax.

Includes Tax Increment Financing Valuations.

(a) Per \$1,000 of assessed value.

Gas & Electric		Total		Ratio of Total	
Taxable	100% Value	Taxable	100% Value	Taxable Value to 100% Value	Total Direct Rate (a)
\$ 13,055,544	\$ 27,733,322	\$ 2,797,273,429	\$ 4,303,921,340	64.99%	\$ 17.61083
\$ 13,218,079	\$ 27,433,258	\$ 2,633,448,867	\$ 4,132,002,413	63.73%	\$ 17.80292
\$ 12,386,049	\$ 26,579,651	\$ 2,093,069,699	\$ 3,412,293,999	61.34%	\$ 17.79315
\$ 12,991,469	\$ 26,566,149	\$ 1,982,410,030	\$ 3,441,137,401	57.61%	\$ 17.80336
\$ 12,192,016	\$ 17,468,314	\$ 1,805,121,054	\$ 3,145,940,737	57.38%	\$ 17.75814
\$ 11,994,305	\$ 17,065,329	\$ 1,883,152,698	\$ 2,981,081,661	63.17%	\$ 17.80148
\$ 7,070,342	\$ 8,407,740	\$ 1,532,584,819	\$ 2,443,177,766	62.73%	\$ 17.80905
\$ 7,009,675	\$ 7,750,790	\$ 1,170,420,979	\$ 1,891,425,680	61.88%	\$ 17.84693
\$ 7,564,751	\$ 7,564,751	\$ 995,309,864	\$ 1,580,553,733	62.97%	\$ 17.89346
\$ 7,517,646	\$ 7,517,646	\$ 901,243,974	\$ 1,367,553,594	65.90%	\$ 17.66440

WAUKEE COMMUNITY SCHOOL DISTRICT

TAX RATES BY FUND

Last Ten Fiscal Years
(Unaudited)

Year ended June 30,	General	Management	PPEL	Debt Service	Total
2013	\$ 11.23770	\$ 0.65313	\$ 1.67000	\$ 4.05000	\$ 17.61083
2012	\$ 12.43205	\$ 0.45922	\$ 1.67000	\$ 3.24165	\$ 17.80292
2011	\$ 11.56253	\$ 0.96203	\$ 1.67000	\$ 3.59859	\$ 17.79315
2010	\$ 11.86962	\$ 0.50793	\$ 1.67000	\$ 3.75581	\$ 17.80336
2009	\$ 12.06033	\$ 0.55777	\$ 1.67000	\$ 3.47004	\$ 17.75814
2008	\$ 13.04865	\$ 0.74981	\$ 1.67000	\$ 2.33302	\$ 17.80148
2007	\$ 12.93403	\$ 0.41838	\$ 1.67000	\$ 2.78664	\$ 17.80905
2006	\$ 12.37520	\$ 0.40943	\$ 1.67000	\$ 3.39230	\$ 17.84693
2005	\$ 11.82216	\$ 0.35527	\$ 1.67000	\$ 4.04603	\$ 17.89346
2004	\$ 11.69320	\$ 0.25168	\$ 1.67000	\$ 4.04952	\$ 17.66440

Source: District records

WAUKEE COMMUNITY SCHOOL DISTRICT

PROPERTY TAX RATES PER \$1,000 ASSESSED VALUATION, DIRECT AND OVERLAPPING GOVERNMENTS
Last Ten Fiscal Years

Levy Year	Collection Year	Dallas County	Dallas Co Hospital	State	Area XI Community College	City	Special	Waukee CSD	Total	Ratio WCSD to Total
<u>City of Waukee</u>										
2011	2012-13	\$ 4.64759	\$ 0.60683	\$ 0.00330	\$ 0.58466	\$ 13.50000	\$ -	\$ 17.61083	\$ 36.95321	47.657%
2010	2011-12	\$ 4.62966	\$ 0.60911	\$ 0.00320	\$ 0.59018	\$ 13.50001	\$ -	\$ 17.80292	\$ 37.13508	47.941%
2009	2010-11	\$ 4.72267	\$ 0.60945	\$ 0.00340	\$ 0.56008	\$ 13.50001	\$ -	\$ 17.79315	\$ 37.18876	47.846%
2008	2009-10	\$ 5.24709	\$ 0.60971	\$ 0.00300	\$ 0.56778	\$ 13.50004	\$ -	\$ 17.80336	\$ 37.73098	47.185%
2007	2008-09	\$ 5.30363	\$ 0.59132	\$ 0.00350	\$ 0.56386	\$ 13.50004	\$ -	\$ 17.75814	\$ 37.72049	47.078%
2006	2007-08	\$ 7.19259	\$ 2.96959	\$ 0.00350	\$ 0.60276	\$ 13.50004	\$ -	\$ 17.80148	\$ 42.06996	42.314%
2005	2006-07	\$ 8.90138	\$ 1.13685	\$ 0.00400	\$ 0.68488	\$ 13.50004	\$ -	\$ 17.84693	\$ 42.07408	42.418%
2004	2005-06	\$ 6.15571	\$ 0.68223	\$ 0.00400	\$ 0.68408	\$ 13.50039	\$ -	\$ 17.84693	\$ 38.87334	45.910%
2003	2004-05	\$ 6.11761	\$ 0.74992	\$ 0.00400	\$ 0.59856	\$ 13.50039	\$ -	\$ 17.89346	\$ 38.86394	46.041%
2002	2003-04	\$ 6.22792	\$ 0.78378	\$ 0.00400	\$ 0.58184	\$ 13.50010	\$ -	\$ 17.66440	\$ 38.76204	45.571%
<u>City of Clive</u>										
2011	2012-13	\$ 4.64759	\$ 0.60683	\$ 0.00330	\$ 0.58466	\$ 9.98810	\$ 0.40300	\$ 17.61083	\$ 33.84431	52.035%
2010	2011-12	\$ 4.62966	\$ 0.60911	\$ 0.00320	\$ 0.59018	\$ 9.54485	\$ 0.25300	\$ 17.80292	\$ 33.43292	53.250%
2009	2010-11	\$ 4.72267	\$ 0.60945	\$ 0.00340	\$ 0.56008	\$ 9.53866	\$ -	\$ 17.79315	\$ 33.22741	53.550%
2008	2009-10	\$ 5.24709	\$ 0.60971	\$ 0.00300	\$ 0.56778	\$ 9.53764	\$ -	\$ 17.80336	\$ 33.76858	52.722%
2007	2008-09	\$ 5.30363	\$ 0.59132	\$ 0.00350	\$ 0.56386	\$ 9.53762	\$ -	\$ 17.75814	\$ 33.75807	52.604%
2006	2007-08	\$ 7.19259	\$ 2.96959	\$ 0.00350	\$ 0.60276	9.53783	\$ 0.07294	\$ 17.80148	\$ 38.18069	46.624%
2005	2006-07	\$ 8.90138	\$ 1.13685	\$ 0.00400	\$ 0.68488	\$ 9.24927	\$ -	\$ 17.84693	\$ 37.82331	47.185%
2004	2005-06	\$ 6.15571	\$ 0.68223	\$ 0.00400	\$ 0.68408	\$ 9.24927	\$ -	\$ 17.84693	\$ 34.62222	51.548%
2003	2004-05	\$ 6.11761	\$ 0.74992	\$ 0.00400	\$ 0.59856	\$ 8.82714	\$ -	\$ 17.89346	\$ 34.19069	52.334%
2002	2003-04	\$ 6.22792	\$ 0.78378	\$ 0.00400	\$ 0.58184	\$ 8.92149	\$ -	\$ 17.66440	\$ 34.18343	51.675%
<u>City of Urbandale</u>										
2011	2012-13	\$ 4.64759	\$ 0.60683	\$ 0.00330	\$ 0.58466	\$ 9.62000	\$ 0.45200	\$ 17.61083	\$ 33.52521	52.530%
2010	2011-12	\$ 4.62966	\$ 0.60911	\$ 0.00320	\$ 0.59018	\$ 9.52000	\$ 0.30200	\$ 17.80292	\$ 33.45707	53.211%
2009	2010-11	\$ 4.72267	\$ 0.56008	\$ 0.00340	\$ 0.56008	\$ 9.32000	\$ -	\$ 17.79315	\$ 32.95938	53.985%
2008	2009-10	\$ 5.24709	\$ 0.60971	\$ 0.00300	\$ 0.56778	\$ 9.22000	\$ -	\$ 17.80336	\$ 33.45094	53.222%
2007	2008-09	\$ 5.30363	\$ 0.59132	\$ 0.00350	\$ 0.56386	\$ 9.22000	\$ -	\$ 17.75814	\$ 33.44045	53.104%
2006	2007-08	\$ 7.19259	\$ 2.96959	\$ 0.00350	\$ 0.60276	\$ 9.22000	\$ 0.17216	\$ 17.80148	\$ 37.96208	46.893%
2005	2006-07	\$ 8.90138	\$ 1.13685	\$ 0.00400	\$ 0.68488	\$ 9.07393	\$ 0.13129	\$ 17.84693	\$ 37.77926	47.240%
2004	2005-06	\$ 6.15571	\$ 0.68223	\$ 0.00400	\$ 0.68408	\$ 9.07393	\$ -	\$ 17.84693	\$ 34.44688	51.810%
2003	2004-05	\$ 6.11761	\$ 0.74992	\$ 0.00400	\$ 0.59856	\$ 9.07306	\$ 0.41222	\$ 17.89346	\$ 34.84883	51.346%
2002	2003-04	\$ 6.22792	\$ 0.78378	\$ 0.00400	\$ 0.58184	\$ 9.07000	\$ 0.42528	\$ 17.66440	\$ 34.75722	50.822%
<u>City of West Des Moines</u>										
2011	2012-13	\$ 4.64759	\$ 0.60683	\$ 0.00330	\$ 0.58466	\$ 12.05000	\$ 0.55300	\$ 17.61083	\$ 36.05621	48.843%
2010	2011-12	\$ 4.62966	\$ 0.60911	\$ 0.00320	\$ 0.59018	\$ 12.05000	\$ 0.40300	\$ 17.80292	\$ 36.08807	49.332%
2009	2010-11	\$ 4.72267	\$ 0.60945	\$ 0.00340	\$ 0.56008	\$ 12.05000	\$ -	\$ 17.79315	\$ 35.73875	49.787%
2008	2009-10	\$ 5.24709	\$ 0.60971	\$ 0.00300	\$ 0.56778	\$ 12.05000	\$ -	\$ 17.80336	\$ 36.28094	49.071%
2007	2008-09	\$ 5.30363	\$ 0.59132	\$ 0.00350	\$ 0.56386	\$ 12.05000	\$ -	\$ 17.75814	\$ 36.27045	48.960%
2006	2007-08	\$ 7.19259	\$ 2.96959	\$ 0.00350	\$ 0.60276	\$ 12.04999	\$ 0.33240	\$ 17.80148	\$ 40.95231	43.469%
2005	2006-07	\$ 8.90138	\$ 1.13685	\$ 0.00400	\$ 0.68488	\$ 11.95000	\$ 0.27070	\$ 17.84693	\$ 40.79474	43.748%
2004	2005-06	\$ 6.15571	\$ 0.68223	\$ 0.00400	\$ 0.68408	\$ 11.95000	\$ -	\$ 17.84693	\$ 37.32295	47.818%
2003	2004-05	\$ 6.11761	\$ 0.74992	\$ 0.00400	\$ 0.59856	\$ 11.72777	\$ -	\$ 17.89346	\$ 37.09132	48.242%
2002	2003-04	\$ 6.22792	\$ 0.78378	\$ 0.00400	\$ 0.58184	\$ 11.60021	\$ -	\$ 17.66440	\$ 36.86215	47.920%

Source: County Auditor's Office

WAUKEE COMMUNITY SCHOOL DISTRICT

TAXABLE ASSESSED VALUATION BY PROPERTY TYPE*

Last Ten Fiscal Years
(Unaudited)

Collection Year	2013	% of Total	2012	% of Total	2011	% of Total	2010	% of Total
Residential	\$ 1,521,419,301	77.4%	\$ 1,391,067,695	70.7%	\$ 1,289,336,556	65.6%	\$ 1,209,740,589	61.5%
Agricultural	19,652,949	1.0%	20,027,338	1.0%	19,312,836	1.0%	13,792,106	0.7%
Commercial	1,001,453	0.1%	734,726,132	37.4%	739,997,380	37.6%	712,326,724	36.2%
Industrial	723,275,370	36.8%	4,371,778	0.2%	3,898,097	0.2%	4,096,860	0.2%
Personal	4,092,070	0.2%	-	0.0%	-	0.0%	-	0.0%
Railroads	2,514,569	0.1%	2,006,741	0.1%	1,809,118	0.1%	1,559,461	0.1%
Utilities w/o Gas & Electric	13,768,052	0.7%	14,274,534	0.7%	14,139,966	0.7%	13,641,512	0.7%
Gas & Electric	13,055,544	0.7%	13,218,079	0.7%	12,386,049	0.6%	12,991,469	0.7%
Sub-Total	2,298,779,308		2,179,692,297		2,080,880,002		1,968,148,721	
(Military Credit)	(2,142,833)		(2,074,710)		(1,950,269)		(1,854,007)	
Totals	<u>\$ 2,296,636,475</u>		<u>\$ 2,177,617,587</u>		<u>\$ 2,078,929,733</u>		<u>\$ 1,966,294,714</u>	

Notes:

* Does not include TIF Valuation

Source: County Auditor and District records

2009	% of Total	2008	% of Total	2007	% of Total	2006	% of Total	2005	% of Total	2004	% of Total
\$ 1,049,082,674	58.4%	\$ 894,414,446	61.0%	\$ 736,708,613	61.6%	\$ 577,276,665	59.1%	\$ 479,166,040	56.7%	\$ 416,743,673	58.3%
13,393,952	0.7%	13,510,560	0.9%	13,910,270	1.2%	14,009,200	1.4%	14,475,120	1.7%	22,181,850	3.1%
699,318,821	38.9%	530,841,969	36.2%	418,658,441	35.0%	359,914,916	36.8%	325,193,663	38.5%	250,761,836	35.1%
4,698,960	0.3%	4,865,916	0.3%	4,851,390	0.4%	4,851,390	0.5%	4,718,460	0.6%	4,564,480	0.6%
-	0.0%	-	0.0%	-	0.0%	-	0.0%	-	0.0%	-	0.0%
1,559,461	0.1%	1,281,039	0.1%	2,545,804	0.2%	2,598,624	0.3%	2,451,043	0.3%	2,334,361	0.3%
12,272,629	0.7%	11,835,311	0.8%	12,898,322	1.1%	12,496,514	1.3%	12,013,842	1.4%	12,181,126	1.7%
17,468,314	1.0%	11,994,305	0.8%	7,070,342	0.6%	7,009,675	0.7%	7,564,751	0.9%	7,517,646	1.1%
1,797,794,811		1,468,743,546		1,196,643,182		978,156,984		845,582,919		716,284,972	
(1,795,576)		(1,697,358)		(1,554,851)		(1,190,836)		(1,159,353)		(1,087,669)	
<u>\$ 1,795,999,235</u>		<u>\$ 1,467,046,188</u>		<u>\$ 1,195,088,331</u>		<u>\$ 976,966,148</u>		<u>\$ 844,423,566</u>		<u>\$ 715,197,303</u>	

WAUKEE COMMUNITY SCHOOL DISTRICT

COMPARISON OF TAXES AND INTERGOVERNMENTAL REVENUE

Last Ten Fiscal Years
(Unaudited)

Year ended June 30,	Local revenue		Intergovernmental revenue		Total
	General and special revenue funds	Debt service and capital projects funds	State sources	Federal sources	
2013	\$ 30,985,409	\$ 22,302,183	\$ 33,947,675	\$ 1,370,769	\$ 88,606,036
2012	\$ 31,648,612	\$ 18,110,093	\$ 31,651,321	\$ 1,160,750	\$ 82,570,776
2011	\$ 26,106,837	\$ 8,915,061	\$ 26,670,526	\$ 2,788,705	\$ 64,481,129
2010	\$ 25,163,506	\$ 8,928,576	\$ 21,556,102	\$ 4,132,391	\$ 59,780,575
2009	\$ 23,583,562	\$ 7,514,685	\$ 23,359,239	\$ 1,021,619	\$ 55,479,105
2008	\$ 26,294,962	\$ 9,737,795	\$ 21,804,292	\$ 479,500	\$ 58,316,549
2007	\$ 21,357,278	\$ 9,364,375	\$ 18,700,021	\$ 485,203	\$ 49,906,877
2006	\$ 17,196,267	\$ 7,905,208	\$ 16,110,389	\$ 437,201	\$ 41,649,065
2005	\$ 14,255,091	\$ 7,030,130	\$ 13,424,393	\$ 407,377	\$ 35,116,991
2004	\$ 12,136,114	\$ 4,258,524	\$ 10,926,010	\$ 254,243	\$ 27,574,891

WAUKEE COMMUNITY SCHOOL DISTRICT

PRINCIPAL TAXPAYERS IN THE WAUKEE COMMUNITY SCHOOL DISTRICT

Current and Nine Years Ago
(Unaudited)

Taxpayer	2011 Taxable Values	Percent of Total Assessed Value
Wells Fargo Home Mortgage, Inc.	\$ 188,121,220	6.73%
GCP Jordan Creek LLC	184,471,370	6.59%
Aviva Real Property Holdings LLC	54,939,070	1.96%
CCOPELLC	40,745,650	1.46%
Dallas County Partners II	28,860,180	1.03%
Iowa Clinic West Lakes I, LLC	25,834,520	0.92%
Edgewater, A Wesley Active Life Community LLC	20,191,140	0.72%
S-J Jordan LC	18,834,650	0.67%
Jordan Creek Apartments, LLC	18,302,810	0.65%
Health Care REIT	17,459,510	0.62%
Total	\$ 597,760,120	
Total Taxable Assessed Value	\$ 2,797,273,429	

Taxpayer	2002 Taxable Values	Percent of Total Assessed Value
Wells Fargo Home Mortgage, Inc.	\$ 52,655,822	1.88%
Dallas County Partners	44,075,290	1.58%
Dallas County Partners II	26,474,840	0.95%
West Lakes Development Company	21,848,860	0.78%
Iowa Lodging, LLC	12,277,280	0.44%
Hubbell Realty Company	9,221,550	0.33%
65th St Partnership	8,484,960	0.30%
Sherman Hills Real Estate	8,913,140	0.32%
60th St Partnership	7,493,710	0.27%
Hy-Vee, Inc	7,517,380	0.27%
Total	\$ 198,962,832	
Total Taxable Assessed Value	\$ 901,243,974	

Source: Dallas County Auditor's Office

WAUKEE COMMUNITY SCHOOL DISTRICT

COMPARATIVE RATIO OF GENERAL BONDED DEBT TO ASSESSED VALUE AND BONDED DEBT PER CAPITA

Last Ten Fiscal Years
(Unaudited)

Collection Year	Population (a)	100%		2011 Taxable Values		Debt per Capita
		Actual Value	Legal Debt Limit(5%)	Assessed	Indebtedness	
2013	37,076	\$ 4,303,921,340	\$ 215,196,067	\$ 132,730,000	3.08%	\$ 3,580
2012	37,076	\$ 4,132,002,413	\$ 206,600,121	\$ 143,600,000	3.48%	\$ 3,873
2011	37,076	\$ 3,964,429,946	\$ 198,221,497	\$ 113,410,000	2.86%	\$ 3,059
2010	37,076	\$ 3,822,756,705	\$ 191,137,835	\$ 122,125,000	3.19%	\$ 3,294
2009	13,173	\$ 3,502,206,021	\$ 175,110,301	\$ 130,500,000	3.73%	\$ 9,907
2008	13,173	\$ 2,981,081,661	\$ 149,054,083	\$ 89,345,000	3.00%	\$ 6,782
2007	13,173	\$ 2,443,177,766	\$ 122,158,888	\$ 85,395,000	3.50%	\$ 6,483
2006	13,173	\$ 1,891,425,680	\$ 94,571,284	\$ 69,445,000	3.67%	\$ 5,272
2005	13,173	\$ 1,580,553,733	\$ 79,027,687	\$ 56,675,000	3.59%	\$ 4,302
2004	13,173	\$ 1,367,553,594	\$ 68,377,680	\$ 53,620,000	3.92%	\$ 4,070

Notes:

(a) U.S. Department of Commerce, Bureau of Census

Source: District Records

WAUKEE COMMUNITY SCHOOL DISTRICT

RATIO OF ANNUAL DEBT SERVICE EXPENDITURES FOR GENERAL BONDED DEBT
TO TOTAL GOVERNMENTAL FUND EXPENDITURES

Last Ten Fiscal Years
(Unaudited)

Year ended June 30,	Principal	Interest	Total Debt Service	Total Expenditures	Ratio of Debt Service to Total Expenditures
2013	\$ 17,915,000	\$ 5,314,568	\$ 23,229,568	\$ 111,222,200	20.89%
2012	\$ 14,585,000	\$ 4,881,486	\$ 19,466,486	\$ 98,010,338	19.86%
2011	\$ 8,715,000	\$ 4,970,492	\$ 13,685,492	\$ 81,544,822	16.78%
2010	\$ 26,685,000	\$ 5,777,565	\$ 32,462,565	\$ 131,162,303	24.75%
2009	\$ 8,845,000	\$ 3,584,653	\$ 12,429,653	\$ 72,644,999	17.11%
2008	\$ 13,215,000	\$ 3,097,409	\$ 16,312,409	\$ 72,903,598	22.38%
2007	\$ 3,100,000	\$ 3,166,074	\$ 6,266,074	\$ 63,218,204	9.91%
2006	\$ 2,230,000	\$ 2,500,741	\$ 4,730,741	\$ 41,343,877	11.44%
2005	\$ 8,335,000	\$ 2,391,214	\$ 10,726,214	\$ 48,572,057	22.08%
2004	\$ 2,290,000	\$ 2,082,149	\$ 4,372,149	\$ 42,796,092	10.22%

Source: District records

WAUKEE COMMUNITY SCHOOL DISTRICT

LEGAL DEBT MARGIN INFORMATION

Last Ten Fiscal Years
(Unaudited)

Year ended June 30,	2013	2012	2011	2010	2009
Assessed value of property	\$ 4,303,921,340	\$ 4,132,002,413	\$ 3,964,429,946	\$ 3,822,756,705	\$ 3,502,206,021
Debt limit-5% of 100% assessed value	215,196,067	206,600,121	198,221,497	191,137,835	175,110,301
Amount of debt applicable to debt limit:					
General obligation bonds	105,515,000	110,465,000	96,445,000	101,005,000	105,380,000
Sales tax revenue bonds	19,335,000	22,335,000	8,680,000	11,355,000	13,925,000
Capital loan notes	7,880,000	10,800,000	8,285,000	9,765,000	11,195,000
Total debt applicable to debt limit	132,730,000	143,600,000	113,410,000	122,125,000	130,500,000
Legal debt margin	\$ 82,466,067	\$ 63,000,121	\$ 84,811,497	\$ 69,012,835	\$ 44,610,301
Legal debt margin as a percentage of debt limit	38.32%	30.49%	42.79%	36.11%	25.48%

Source: District Records

2008	2007	2006	2005	2004
\$ 2,981,081,661	\$ 2,443,177,766	\$ 1,891,425,600	\$ 1,580,553,733	\$ 1,367,553,594
149,054,083	122,158,888	94,571,280	79,027,687	68,377,680
60,370,000	52,590,000	54,445,000	55,945,000	52,195,000
16,400,000	18,900,000	-	-	-
12,575,000	13,905,000	15,000,000	730,000	1,425,000
89,345,000	85,395,000	69,445,000	56,675,000	53,620,000
\$ 59,709,083	\$ 36,763,888	\$ 25,126,280	\$ 22,352,687	\$ 14,757,680
40.06%	30.10%	26.57%	28.28%	21.58%

WAUKEE COMMUNITY SCHOOL DISTRICT

RATIOS OF GENERAL BONDED DEBT OUTSTANDING

Last Ten Fiscal Years
(Unaudited)

Fiscal Year	General Obligation			Less: Amount Restricted for Debt			Percent of Actual Taxable Value of	
	Bonds	Revenue Bonds	Capital Loan Notes	Service	Total	Property (a)	Per Capita (b)	
2013	\$ 105,515,000	\$ 19,335,000	\$ 7,880,000	\$ 13,905,317	\$ 118,824,683	2.76%	\$ 3,205	
2012	\$ 110,465,000	\$ 22,335,000	\$ 10,800,000	\$ 11,779,376	\$ 131,820,624	3.19%	\$ 3,555	
2011	\$ 96,445,000	\$ 8,680,000	\$ 8,285,000	\$ 4,450,438	\$ 108,959,562	2.75%	\$ 2,939	
2010	\$ 101,005,000	\$ 11,355,000	\$ 9,765,000	\$ 4,229,495	\$ 117,895,505	3.08%	\$ 3,180	
2009	\$ 105,380,000	\$ 13,925,000	\$ 11,195,000	\$ 8,157,269	\$ 122,342,731	3.49%	\$ 9,287	
2008	\$ 60,370,000	\$ 16,400,000	\$ 12,575,000	\$ 9,432,642	\$ 79,912,358	2.68%	\$ 6,066	
2007	\$ 52,590,000	\$ 18,900,000	\$ 13,905,000	\$ 3,453,669	\$ 81,941,331	3.35%	\$ 6,220	
2006	\$ 54,445,000	\$ -	\$ 15,000,000	\$ 233,849	\$ 69,211,151	3.66%	\$ 5,254	
2005	\$ 55,945,000	\$ -	\$ 730,000	\$ 189,164	\$ 56,485,836	3.57%	\$ 4,288	
2004	\$ 52,195,000	\$ -	\$ 1,425,000	\$ 118,999	\$ 53,501,001	3.91%	\$ 4,061	

Source: District records

Notes:

(a) Actual taxable value of property includes Tax Increment Financing valuation. Assessed value equals estimated actual value.

See pages 96-97 for actual taxable value of property.

(b) See Page 105 for population data.

WAUKEE COMMUNITY SCHOOL DISTRICT
 COMPUTATION OF OVERLAPPING AND DIRECT DEBT

As of June 30, 2013
 (Unaudited)

	Taxable Valuation	Taxable Valuation Within District	Percent in District	G. O. Debt	Waukee CSD Share of the Debt
Dallas County	\$ 4,234,340,204	\$ 2,797,273,479	66.06%	\$ 13,835,000	\$ 9,139,624
City of Waukee	623,949,470	621,088,922	99.54%	24,920,586	24,806,336
City of Clive	1,258,234,691	272,370,776	21.65%	46,780,000	10,126,493
City of Grimes	456,886,238	121,552	0.03%	20,770,000	5,526
City of Urbandale	2,487,297,599	366,091,396	14.72%	53,795,000	7,917,785
City of West Des Moines	4,221,370,425	1,472,153,625	34.87%	96,635,000	33,700,327
Area XI Des Moines Area Community College	37,105,777,783	2,797,273,479	7.54%	83,595,000	6,301,932
Total District Share of Overlapping Debt				\$ 340,330,586	\$ 91,998,022
Direct, Waukee Community School District:					
General Obligation			100.00%	\$ 105,515,000	\$ 105,515,000
Sales Tax Revenue Bonds			100.00%	19,335,000	19,335,000
Capital Loan Notes			100.00%	7,880,000	7,880,000
Total District Direct Debt				\$ 132,730,000	\$ 132,730,000

Source: District records, County Auditor's office, City of Waukee, City of Clive, City of Grimes, City of Urbandale, City of West Des Moines, Area XI Des Moines Area Community College.

WAUKEE COMMUNITY SCHOOL DISTRICT

OUTSTANDING DEBT BY TYPE

Last Ten Fiscal Years
(Unaudited)

Governmental Activities

Fiscal Year	General Obligation			Total Primary Government	Percentage of Personal	
	Bonds	Revenue Bonds	Capital Loan Notes		Income (a)	Per Capita (a)
2013	\$ 105,515,000	\$ 19,335,000	\$ 7,880,000	\$ 132,730,000	N/A	\$ 3,580
2012	\$ 110,465,000	\$ 22,335,000	\$ 10,800,000	\$ 143,600,000	11.14%	\$ 3,873
2011	\$ 96,445,000	\$ 8,680,000	\$ 8,285,000	\$ 113,410,000	9.81%	\$ 3,059
2010	\$ 101,005,000	\$ 11,355,000	\$ 9,765,000	\$ 122,125,000	12.35%	\$ 3,294
2009	\$ 105,380,000	\$ 13,925,000	\$ 11,195,000	\$ 130,500,000	13.79%	\$ 9,907
2008	\$ 60,370,000	\$ 16,400,000	\$ 12,575,000	\$ 89,345,000	10.13%	\$ 6,782
2007	\$ 52,590,000	\$ 18,900,000	\$ 13,905,000	\$ 85,395,000	11.26%	\$ 6,483
2006	\$ 54,445,000	\$ -	\$ 15,000,000	\$ 69,445,000	10.77%	\$ 5,272
2005	\$ 55,945,000	\$ -	\$ 730,000	\$ 56,675,000	10.21%	\$ 4,302
2004	\$ 52,195,000	\$ -	\$ 1,425,000	\$ 53,620,000	11.65%	\$ 4,070

Source: District records

Notes: N/A = not available. Details of the District's outstanding debt can be found in Note 7 in the notes to the financial statements.

(a) See Page 105 for personal income and population data. These ratios are calculated using personal income and population from the prior year calendar year.

WAUKEE COMMUNITY SCHOOL DISTRICT

PLEDGED-REVENUE COVERAGE

Last Ten Fiscal Years
(Unaudited)

Fiscal Year	Revenue	Principal	Interest	Total	Coverage
2013	\$ 6,197,267	\$ 3,000,000	\$ 648,448	\$ 3,648,448	1.70
2012	\$ 5,170,073	\$ 8,680,000	\$ 485,917	\$ 9,165,917	0.56
2011	\$ 5,585,731	\$ 2,675,000	\$ 482,558	\$ 3,157,558	1.77
2010	\$ 3,803,136	\$ 2,570,000	\$ 591,812	\$ 3,161,812	1.20
2009	\$ 4,785,137	\$ 2,475,000	\$ 690,812	\$ 3,165,812	1.51
2008	\$ 4,780,752	\$ 2,500,000	\$ 659,010	\$ 3,159,010	1.51
2007	\$ 4,199,658	\$ -	\$ -	\$ -	-
2006	\$ 3,467,268	\$ -	\$ -	\$ -	-
2005	\$ 2,736,191	\$ -	\$ -	\$ -	-
2004	\$ 551,705	\$ -	\$ -	\$ -	-

Source: District records

Notes: Details of the District's outstanding debt can be found in Note 6 in the notes to the financial statements.

WAUKEE COMMUNITY SCHOOL DISTRICT

GENERAL ANALYSIS OF FACILITIES, CLASSROOMS AND STAFFING

June 30, 2013
(Unaudited)

Name of School	Dates of Construction	Grades Served
Elementary Schools:		
Waukee	1917, 1957, 1974, 1979, 1987, 1999	PK-5 and Special Education
Brookview	2001, 2002, 2004	K-5 and Special Education
Eason	1994, 2002	K-5 and Special Education
Walnut Hills	2005	PK-5 and Special Education
Maple Grove	2007	PK-5 and Special Education
Waukee	2010	PK-5 and Special Education
Shuler	2010	PK-5 and Special Education
Waukee Middle School	1974, 1977, 1987, 1994, 1997, 1999, 2008	6-7 -8 and Special Education
South Middle School	2010	6-7 -8 and Special Education
Prairieview 9 Building	2004, 2009	9 and Special Education
Waukee High School	1997, 2000, 2001, 2006, 2013	10-12 and Special Education
District Wide		
Other facilities - non-student occupancy:		
Waukee Elementary Annex	1932, 1995	
District Administration	2003, 2007	
District Central Receiving/Transportation Facility	2003	

Source: District records

Building Served	Enrollment Sept. 2012	Certified Staff	Pupil/Teacher Ratio	Number of Classrooms	Teaching Sections
-	-	-	-	-	-
669	669	38.7	17.29	32	28
626	626	33.7	18.58	31	27
614	614	35.0	17.54	37	26
770	770	40.3	19.11	38	26
725	725	44.8	16.19	38	31
626	626	33.0	18.98	38	31
4,030	4,030	225.5	17.87	214	169
867	867	57.3	15.13	69	-
876	876	55.0	15.93	70	-
535	535	29.1	18.40	42	-
1,269	1,269	67.3	18.86	94	-
7,578	7,578	434.2	17.45	489	169

WAUKEE COMMUNITY SCHOOL DISTRICT

DISTRICT STAFFING LEVELS

Last Ten Fiscal Years
(Unaudited)

Year ended June 30,	2013	2012	2011	2010	2009	2008	2007	2006	2005	2004
Administration:										
Superintendent	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0
Principal	10.0	10.0	10.0	8.0	8.0	8.0	7.0	6.0	5.0	5.0
Associate Principal	7.0	4.0	4.0	4.0	4.5	2.0	2.0	4.0	3.0	1.0
Other Administrators	6.0	5.0	5.0	6.0	6.0	6.0	6.0	4.0	5.0	5.0
Total Administration	24.0	20.0	20.0	19.0	19.5	17.0	16.0	15.0	14.0	12.0
Other Professionals										
Instruction:										
Teacher	484.23	438.54	416.93	332.03	384.34	357.44	318.33	288.5	258.6	229.1
Curriculum Specialist	15.00	8.50	9.00	1.00	0.50	2.0	2.0	2.0	2.0	1.0
Counselor	15.00	15.00	21.00	18.50	18.50	17.0	15.0	14.0	13.0	11.0
Title I	3.50	3.50	4.25	3.50	1.50	2.0	2.0	1.5	1.5	1.0
Media Specialist	10.00	10.00	10.00	8.00	8.00	7.0	7.0	6.0	5.0	5.0
Total Instruction	527.73	475.54	461.18	363.03	412.84	385.44	344.33	312.0	280.1	247.1
Professional, Other:										
Nurse	8.0	8.0	8.0	6.0	6.0	9.0	7.0	7.0	6.5	4.8
Other Professional	13.0	13.0	14.0	7.0	14.0	9.5	8.5	6.5	6.1	5.0
Total Professional, Other	21.0	21.0	22.0	13.0	20.0	18.5	15.5	13.5	12.6	9.8
Support Personnel:										
Office/Clerical	36.1	34.0	33.0	31.4	36.0	28.0	26.0	23.0	20.0	16.9
Crafts/Trades	4.0	4.0	4.0	4.0	4.0	4.0	4.0	2.0	1.0	1.0
Teacher Associates	131.5	125.0	119.0	123.0	105.1	96.500	84.601	63.3	61.7	56.9
Other Support Personnel	132.2	97.0	127.0	98.1	104.9	72.300	61.719	57.3	57.1	57.1
Total Support Personnel	303.8	260.0	283.0	256.5	250.0	200.8	176.3	145.7	139.8	131.9
Totals	876.5	776.5	786.2	651.5	702.3	621.7	552.2	486.2	446.4	400.8

Source: District records

WAUKEE COMMUNITY SCHOOL DISTRICT

DISTRICT AND AREA UNEMPLOYMENT RATES AND PER CAPITA INCOME

Last Ten Fiscal Years
(Unaudited)

Calendar Year	Population (a)	Personal Income (b)	Adjusted Gross Income per Tax Return (b)	Per Capita Personal Income	Unemployment Rate (c) State of Iowa	Unemployment Rate (c) Des Moines Area
2013	37,076	N/A	N/A	N/A	4.6%	4.8%
2012	37,076	\$ 1,289,558,901	\$ 72,305	\$ 34,782	5.4%	5.5%
2011	37,076	\$ 1,155,726,388	\$ 64,801	\$ 31,172	6.0%	6.7%
2010	37,076	\$ 988,903,114	\$ 59,376	\$ 26,672	6.8%	6.8%
2009	13,173	\$ 946,060,501	\$ 60,432	\$ 71,818	6.6%	6.5%
2008	13,173	\$ 881,578,252	\$ 60,610	\$ 66,923	4.6%	4.1%
2007	13,173	\$ 758,654,683	\$ 59,516	\$ 57,592	3.4%	3.1%
2006	13,173	\$ 644,701,944	\$ 56,414	\$ 48,941	3.6%	2.9%
2005	13,173	\$ 555,164,780	\$ 55,059	\$ 42,144	4.8%	4.0%
2004	13,173	\$ 460,361,296	\$ 51,971	\$ 34,947	4.1%	4.1%

Notes:

N/A = not available.

(a) U.S. Department of Commerce, Bureau of Census

(b) Iowa Department of Revenue

(c) Iowa Workforce Development

WAUKEE COMMUNITY SCHOOL DISTRICT

SUMMARY OF HISTORICAL RETAIL SALES
(In Millions)

Last Ten Years
(Unaudited)

Year	Dallas County	Percent Increase	Waukee	Percent Increase	West Des Moines	Percent Increase	Des Moines	Percent Increase
2012	\$ 1,097.52	16.0%	\$ 120.68	15.0%	\$ 749.96	18.0%	\$ 3,264.36	2.2%
2011	\$ 946.45	5.8%	\$ 104.95	10.6%	\$ 635.69	5.6%	\$ 3,195.13	2.8%
2010	\$ 894.95	-6.1%	\$ 94.85	5.2%	\$ 602.13	-8.9%	\$ 3,107.94	-5.8%
2009	\$ 953.12	15.6%	\$ 90.13	-9.7%	\$ 660.75	22.5%	\$ 3,300.12	-4.9%
2008	\$ 824.68	10.4%	\$ 99.80	-3.0%	\$ 539.37	-59.9%	\$ 3,470.69	1.5%
2007	\$ 747.18	10.8%	\$ 102.89	-15.0%	\$ 1,345.69	-27.8%	\$ 3,418.12	-2.4%
2006	\$ 674.51	97.8%	\$ 121.06	16.2%	\$ 1,864.22	103.9%	\$ 3,502.63	0.3%
2005	\$ 340.93	6.6%	\$ 104.16	23.0%	\$ 914.20	2.6%	\$ 3,492.31	-16.7%
2004	\$ 319.88	12.2%	\$ 84.65	10.4%	\$ 891.45	2.3%	\$ 4,190.41	10.6%
2003	\$ 285.14	7.5%	\$ 76.68	8.1%	\$ 871.55	2.1%	\$ 3,789.65	-5.1%

Source: Iowa Department of Revenue and Finance

WAUKEE COMMUNITY SCHOOL DISTRICT

PRINCIPAL EMPLOYERS IN THE DISTRICT

Current year and 9 years ago
(Unaudited)

Presented below is a list of employers located within the Waukee Community School District, the type of business conducted and an approximate number of employees for each.

District Employers	Product/Service	2013		2004	
		Employees	% of Total	Employees	% of Total
Wells Fargo Mortgage & Financial	Financial	4,980	37.7%	-	
Hy-Vee	Food Supplier	1,968	14.9%	-	
Waukee Community Schools	Education	1,297	9.8%	400	100.0%
Iowa Farm Bureau	Agriculture	1,132	8.6%	-	
Aviva USA	Insurance	950	7.2%	-	
Iowa Foundation for Medical Care	Health Care	779	5.9%	-	
Citi Card Services	Financial	600	4.5%	-	
Guide One	Insurance	523	4.0%	-	
ADP	Data Processing	520	3.9%	-	
ITA Group	Performance Improvement	450	3.4%	-	
Total		13,199		400	

Larger employers in the area	Product/Service	2013		2004	
		Employees	% of Total	Employees	% of Total
Wells Fargo & Co	Financial Services	12,900	32.7%	-	0.0%
State of Iowa	Government	8,800	22.3%	6,749	14.0%
Mercy Hospital Medical Center	Health Care	6,900	17.5%	2,200	4.6%
Principal Financial Group	Insurance	6,547	16.6%	8,300	17.3%
Iowa Health System	Health Care	5,005	12.7%	5,000	10.4%
Des Moines Ind. School District	Education	4,642	11.8%	5,325	11.1%
Nationwide/Allied Insurance	Insurance	4,396	11.1%	-	0.0%
Pioneer Hybrid	Agricultural Sales	3,166	8.0%	1,400	2.9%
United States Government	Government	-	0.0%	6,100	12.7%
Communication Data Services, Inc	Data Entry	-	0.0%	3,000	6.2%
Hy-Vee Food Stores, Inc.	Retail Grocery and Drug	-	0.0%	2,595	5.4%
City of Des Moines	Government	-	0.0%	2,170	4.5%
Wellmark Blue Cross Blue Shield	Insurance	-	0.0%	2,066	4.3%
Bridgestone-Firestone	Manufacturing	-	0.0%	1,700	3.5%
West Des Moines Community School District	Education	-	0.0%	1,500	3.1%
Total		39,456		48,105	

Source: City Chambers of Commerce, Greater Dallas County Development Alliance, Greater Des Moines Partnership, the District, and the City of Waukee, and telephone survey conducted December 2012 and January 2013.

WAUKEE COMMUNITY SCHOOL DISTRICT

DISTRICT POPULATION

June 30, 2013
(Unaudited)

Census Year	Waukee	Clive	Urbandale	West Des Moines
2010	13,790	15,447	39,463	56,609
2004/2008/2005*	8,132	14,125	35,904	51,744
2000	5,126	12,855	29,072	46,403
1990	2,512	7,462	23,500	31,702
1980	2,227	6,064	17,869	21,894

Source: City Chambers of Commerce

*special Census done in 2004-Waukee, 2008 Urbandale and 2005 West DesMoines

WAUKEE COMMUNITY SCHOOL DISTRICT
 CERTIFIED RESIDENT STUDENT ENROLLMENT BY GRADE

Last Ten Fiscal Years
 (Unaudited)

Grade	2013	2012	2011	2010	2009	2008	2007	2006	2005	2004
PK	34	29	30	30	24	29	26	22	26	24
K	768	672	625	577	595	555	549	522	433	445
1	697	628	603	584	568	577	544	459	467	350
2	675	598	601	547	584	549	480	486	368	377
3	636	603	542	581	570	507	499	390	403	319
4	625	562	581	549	513	510	413	423	347	276
5	594	580	559	516	522	427	446	362	297	260
6	628	560	524	504	431	449	376	310	292	244
7	581	512	517	423	451	367	319	316	260	265
8	533	506	419	432	378	321	324	265	274	224
9	535	413	438	362	316	317	273	296	234	244
10	428	440	355	297	308	283	319	252	263	198
11	461	363	304	285	304	313	262	268	198	202
12	381	292	282	272	321	254	268	219	206	198
District Served Enrollment	7576.0	6758.0	6380.0	5959.0	5885.0	5458.0	5098.0	4590.0	4068.0	3626.0
Open Enrollment/Tuition In	210.0	191.0	185.1	169.2	175.0	199.0	219	232	225	236
Open Enrollment/Tuition Out (includes Home & Alt. School Students)	353.6	365.7	311.6	308.1	257.4	229.3	196.6	170	187.1	172.8
Certified Resident Enrollment	<u>7719.6</u>	6932.7	6506.5	6097.9	5967.4	5488.3	5075.6	4528.0	4030.1	3562.8

Source: District Records

WAUKEE COMMUNITY SCHOOL DISTRICT

OPERATING COST PER PUPIL

Last Ten Fiscal Years
(Unaudited)

Year ended June 30,	Total Costs*	Daily Membership	Operating Cost per Pupil
2013	\$ 65,349,245	7,479	\$ 8,737
2012	\$ 59,848,076	6,884	\$ 8,694
2011	\$ 54,877,739	6,472	\$ 8,479
2010	\$ 51,246,632	6,021	\$ 8,511
2009	\$ 41,081,400	5,441	\$ 7,550
2008	\$ 34,311,684	5,065	\$ 6,774
2007	\$ 29,592,960	4,617	\$ 6,410
2006	\$ 25,161,933	4,058	\$ 6,201
2005	\$ 21,123,109	3,685	\$ 5,732
2004	\$ 18,337,958	3,138	\$ 5,844

*Includes only General Fund expenditures.

Source: District records

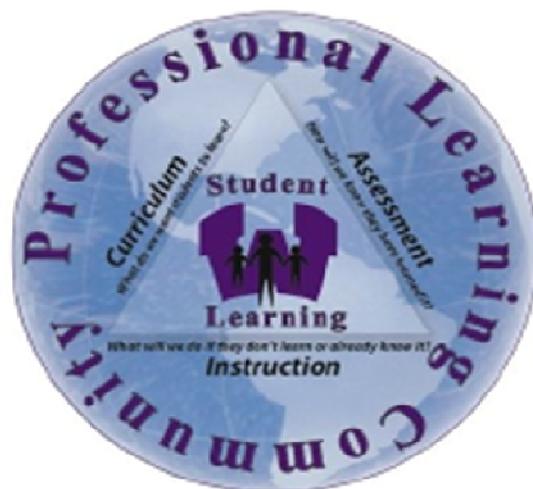
**Waukee Community School District
Schedule of Expenditures of Federal Awards
Year ended June 30, 2013**

Grantor/Program	CFDA Number	Grant Number	Expenditures
Indirect:			
U.S. Department of Agriculture:			
Iowa Department of Education:			
School Nutrition Cluster Programs:			
School Breakfast Program	10.553	FY 13	\$ 93,472
National School Lunch Program	10.555	FY 13	904,774 *
			998,246
Team Nutrition Grant	10.754	FY 13	401
U.S. Department of Education:			
Iowa Department of Education:			
Title I, Part A Cluster:			
Title I Grants to Local Educational Agencies	84.010	FY 12	18,036
Title I Grants to Local Educational Agencies	84.010	FY 13	277,932
Title I Grants to Local Educational Agencies - SINA	84.010	FY 13	20,680
			316,648
Title III - English Language Acquisition State Grants	84.365	FY 13	21,589
Improving Teacher Quality State Grants	84.367	FY 13	57,556
Grants for State Assessments	84.369	FY 13	44,909
Dallas Center-Grimes Community School District:			
Vocational Education - Basic Grants to States	84.048	FY 13	42,683
Heartland Area Education Agency:			
Special Education - Grants to States	84.027	FY 13	370,425
Title III - English Language Acquisition State Grants	84.365	FY 13	4,073
Total			\$ 1,856,530

* Includes \$208,653 of non-cash awards.

Basis of Presentation - The Schedule of Expenditures of Federal Awards includes the federal grant activity of the Waukee Community School District and is presented on the accrual or modified accrual basis of accounting. The information on this schedule is presented in accordance with the requirements of OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial

See accompanying independent auditor's report.





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Van Maanen, Sietstra & Meyer, PC

CERTIFIED PUBLIC ACCOUNTANTS

Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*

To the Board of Education of
Waukee Community School District:

We have audited, in accordance with U.S. generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business type activities, each major fund and the aggregate remaining fund information of the Waukee Community School District, Waukee, Iowa, as of and for the year ended June 30, 2013, and the related notes to financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated November 20, 2013.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Waukee Community School District's internal control over financial reporting to determine the audit procedures appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Waukee Community School District's internal control. Accordingly, we do not express an opinion on the effectiveness of Waukee Community School District's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the District's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Waukee Community School District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, non-compliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of non-compliance or other matters that are required to be reported under *Government Auditing Standards*. However, we noted certain immaterial instances of non-compliance or other matters that are described in Part IV of the accompanying Schedule of Findings and Questioned Costs.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the result of that testing, and not to provide an opinion on the effectiveness of the District's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

We would like to acknowledge the many courtesies and assistance extended to us by personnel of Waukee Community School District during the course of our audit. Should you have any questions concerning any of the above matters, we shall be pleased to discuss them with you at your convenience.

Van Maanen, Sietstra & Meyer, PC

Van Maanen, Sietstra & Meyer, PC
Certified Public Accountants

November 20, 2013



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Van Maanen, Sietstra & Meyer, PC

CERTIFIED PUBLIC ACCOUNTANTS

Independent Auditor's Report on Compliance for Each Major Federal Program, on Internal Control over Compliance and on the Schedule of Expenditures of Federal Awards Required by OMB Circular A-133

To the Board of Education of Waukee Community School District:

Report on Compliance for Each Major Federal Program

We have audited Waukee Community School District's compliance with the types of compliance requirements described in U.S. Office of Management and Budget (OMB) Circular A-133 *Compliance Supplement* that could have a direct and material effect on each of Waukee Community School District's major federal programs for the year ended June 30, 2013. Waukee Community School District's major federal programs are identified in Part I of the accompanying Schedule of Findings and Questioned Costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts and grant agreements applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of Waukee Community School District's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with U.S. generally accepted auditing standards, the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether non-compliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Waukee Community School District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of Waukee Community School District's compliance.

Opinion on Each Major Federal Program

In our opinion, Waukee Community School District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2013.

Report on Internal Control Over Compliance

The management of Waukee Community School District is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Waukee Community School District's internal control over compliance with type of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Waukee Community School District's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct noncompliance with a type of compliance requirement of a federal program on a timely basis. A material weakness in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance such that there is a reasonable possibility material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected and corrected on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

Van Maanen, Sietstra & Meyer, PC

Van Maanen, Sietstra & Meyer, PC
Certified Public Accountants

November 20, 2013

**Waukee Community School District
Schedule of Findings and Questioned Costs
Year ended June 30, 2013**

Part I: Summary of the Independent Auditor's Results

- (a) Unqualified opinions were issued on the financial statements.
- (b) No material weaknesses in internal control over financial reporting were disclosed by the audit of the financial statements.
- (c) The audit did not disclose any non-compliance which is material to the financial statements.
- (d) No material weaknesses in internal control over the major programs were disclosed by the audit of the financial statements.
- (e) An unqualified opinion was issued on compliance with requirements applicable to each major program.
- (f) The audit disclosed no audit findings which were required to be reported in accordance with Office of Management and Budget Circular A-133, Section .510(a).
- (g) Major programs were as follows:
 - CFDA Number 84.010 – Title I Grants to Local Education Agencies
 - CFDA Number 84.027 – Special Education, Grants to States
 - Clustered programs:
 - CFDA Number 10.553 - School Breakfast Program
 - CFDA Number 10.555 - National School Lunch Program
- (h) The dollar threshold used to distinguish between Type A and Type B programs was \$300,000.
- (i) Waukee Community School District qualified as a low-risk auditee.

Part II: Findings Related to the Financial Statements

INSTANCES OF NON-COMPLIANCE:

No matters were noted.

INTERNAL CONTROL DEFICIENCIES:

No matters were noted.

Part III: Findings and Questioned Costs for Federal Awards

INSTANCES OF NON-COMPLIANCE:

No matters were noted.

INTERNAL CONTROL DEFICIENCIES:

No matters were noted.

**Waukee Community School District
Schedule of Findings and Questioned Costs
Year ended June 30, 2013**

Part IV: Other Findings Related to Required Statutory Reporting:

- IV-A-13 Certified Budget - Expenditures for the year ended June 30, 2013, did not exceed the amended certified budget amounts.
- IV-B-13 Questionable Expenditures - No expenditures were noted that may not meet the requirements of public purpose as defined in an Attorney General's opinion dated April 25, 1979.
- IV-C-13 Travel Expense - No expenditures of District money for travel expenses of spouses of District officials or employees were noted. No travel advances to District officials or employees were noted.
- IV-D-13 Business Transactions - No business transactions between the District and District officials or employees were noted.
- IV-E-13 Bond Coverage - Surety bond coverage of District officials and employees is in accordance with statutory provisions. The amount of coverage should be reviewed annually to ensure that coverage is adequate for current operations.
- IV-F-13 Board Minutes - No transactions were noted requiring Board approval which had not been approved by the Board.
- IV-G-13 Certified Enrollment - A variance in the basic enrollment data certified to the Department of Education was noted.

Recommendation - The certified enrollment data should be corrected for students who exit the District.

Response - We will correct the certified enrollment in the future for students exiting the system.

Conclusion - Response accepted.
- IV-H-13 Supplementary Weighting - No variances regarding the supplementary weighting certified to the Iowa Department of Education were noted.
- IV-I-13 Deposits and Investments - No instances of noncompliance were noted with the deposit and investment provisions of Chapter 12B and 12C of the Code of Iowa and the District's investment policy.
- IV-J-13 Certified Annual Report - The Certified Annual Report was filed timely to the Iowa Department of Education.
- IV-K-13 Categorical Funding - No instances were noted of categorical funding used to supplant rather than supplement other funds.
- IV-L-13 Deficit Balance - The Nonmajor Enterprise, Community Services Fund had a deficit balance at June 30, 2013.

Recommendation – The District should investigate alternatives to eliminate this deficit in order to return this fund to a sound financial condition.

Response – The District is investigating alternatives to eliminate this deficit balance.

Conclusion – Response accepted.

**Waukee Community School District
 Schedule of Findings and Questioned Costs
 Year ended June 30, 2013**

IV-M-13 Statewide Sales, Services and Use Tax - No instances of non-compliance with the use of the statewide sales, services and use tax revenue provisions of Chapter 423F.3 of the Code of Iowa were noted.

Pursuant to Chapter 423F.5 of the Code of Iowa, the annual audit is required to include certain reporting elements related to the statewide sales, services and use tax revenue. Districts are required to include these reporting elements in the Certified Annual Report (CAR) submitted to the Iowa Department of Education. For the year ended June 30, 2013, the District reported the following information regarding the statewide sales, services and use tax revenue in the District's CAR:

Beginning balance		\$ 26,311,433
Revenues/transfers in:		
Sales tax revenues	\$ 6,197,267	
Other local revenues	68,838	
Transfers from other funds	2,113	6,268,218
		<u>32,579,651</u>
Expenditures/transfers out:		
School infrastructure construction	11,037,475	
Equipment	394,399	
Other	1,525,512	
Transfers to other funds:		
Debt service funds	3,648,448	16,605,834
		<u>16,605,834</u>
Ending balance		<u>\$ 15,973,817</u>

For the year ended June 30, 2013, the District did not reduce any levies as a result of the moneys received under Chapter 423E or 423F of the Code of Iowa.

